



Modimolle Local Municipality

2014/15 Adjustment Medium Term Revenue and Expenditure Framework (MTREF)

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Part 1 – INTRODUCTION

Municipal Budgeting

Financial plans have separate budgets for operations and capital investments. This ensures that municipalities do not finance their operational expenses by obtaining loans, but rather helps them to be financially viable.

The municipality may revise an approved annual budget through an adjustment budget after the mid-year budget and performance report was tabled in council, but not later than 28 February of the current year.

Operating Budget

This part of the budget shows how much money is spent on running the administration and delivering the day-to-day services including the maintenance of existing assets and infrastructure. It shows where this money comes from (sources of revenue). This income may be from rates and taxes, service charges and inter-governmental transfers.

Capital Budget

This part of the budget shows how much money local government is planning to invest in infrastructure or other capital assets. Municipalities have to know how much will be spent on this item each year, and where the money for this spending will come from. This part of the budget is called the **capital budget** because it is used for new physical development, or infrastructure investment.

The MFMA requires municipalities to prepare balanced budgets. This means that they have to make reasonable estimates of income and match it to anticipated expenditure.

Part 2 - ADJUSTMENT BUDGET

1. MAYORS' REPORT

Honourable Speaker
Councillors
Municipal Manager
Management team
Ward committee Member
Our stakeholders present here today
Ladies and gentlemen

Greetings to you

Speaker, I have the honour to present the adjustment budget for 2014/2015 today, as a tool to give a full account of the work we have done as a municipality for the past month and to share the plans we have to render services delivery to our community.

Our municipality remains the eco-tourism destination of choice and pride ourselves with the agricultural growth as sign of economic indicators in our region.

We presenting the adjustment budget after the state of the nation address the President made mention of the difficult economic climate. The International Monetary Fund revised down to 3, 5%, the Gross Domestic Product (GDP) growth forecasts for global economic growth in 2015.

Our ambition of achieving a growth target of 5% by 2019 is at risk, because of the slow global growth as well as domestic constraints in energy, skills, transport and logistics amongst others. Mister Speaker, we are celebrating 60 years anniversary of the adoption of the Freedom Charter, we are inspired by the significant inroads that we have made over the past 21 years of democracy in our country.

As we celebrating 21 years of freedom, we must recognise the tremendous strides we have made to better the lives of the community.

- We have provided clean water to the community of Modimolle however much need to be done to provide Mabatlane with portable water without interruptions.
- Most of our community has access to electricity, sanitations and provision of roads.
- There are drastic decline in employment.
- Promotion of local economic development is still our priorities

While we celebrate it our mandate to create jobs and eradicate poverty. Nelson Mandela our icon correctly said that “**Overcoming poverty is not a task of charity; it is an act of justice. Like slavery and Apartheid, poverty is not natural. It is man-made and it can be overcome**

and eradicated by the actions of human beings. Sometimes it falls on a generation to be great. You can be that great generation. Let your greatness blossom.”

Creation of employment can be through the capital projects that are funded by MIG (MUNICIPAL INFRASTRUCTURE GRANT) but if we are not spending on the grant we can't put bread on the table for the have not. The issue of not spending was raised by the Premier of the Province Ntate Chupu Mathabatha during the state of the province address. Municipal Manager this is unacceptable we can't always discuss the roll over whereas community needs those services as they are in our IDP which is our vehicle to render services.

Mister Speaker

Corporate Services should come up with the human resource plan that will inform our organogram because this municipality is growing. We should adhere to bargaining council resolution that post should be filled as a when are vacancies. Critical post should be filled as a matter of urgency.

Mister Speaker, our responsibility as municipality is to look after environment, hence we need to do daily collections of refuse removal, cutting of grass and cleaning of streets. We need to deal with this issue as they are the core functions of service delivery. Municipal building is our assets and we need to maintain them and be renovated.

Traffic Service should be visible as there are motorist who breaks the laws. Law enforcement should be adhered to in the whole Modimolle.

Local economic development is one of our key priorities of government and as municipality we should promote the small businesses. We acknowledge that there is tension between foreign nationals and our community. We will by all means promote the SMME's

Public officers bearers, is our responsibility during Public Participation programme to encourage the community to pay their rates and taxes. While we are having revenues enhancement strategy, we should adhere to those key points of coming up with incentives and cutting and closing. We should also cut off on the expenditure by putting austeric measures in place.

We have the responsibility as council to oversee the work of administration and to be accountable to our constituency. We need councillors to serve their wards and inform them about any projects and challenges that we are facing as a municipality.

Speaker we have appointed the Municipal Manager and is a period of a year that he has been in the office. We need Municipal Manager to thoroughly monitor the projects and speedily unblock the projects like Lillian Ngoyi and Limpopo Bridge. We need committed Labour force which will help to achieve our mandate enshrined in our constitution.

Provision of water is still a challenge in our Municipality, currently our reservoirs run dry cause of the pipe burst in Donkerpoort Dam and Maintenance at Klipdrift Plant from Magalies water. We urge management to deal with issues that the community are raising of brown water. We can't accept as Municipality to allow illegal connection of water and electricity by some within the community. We will affect the Bylaws and heavy fines.

There is an outcry by community and political party (DA) Democratic Alliance about the Waste Water Treatment Works. We have been in media houses through Waste Water Treatment Works and we can pronounce that the contactor is on side.

Mister Speaker Back to Basic is a programme of change whereby clear settings of benchmarks of performance in our effort to ensure that the municipality perform its own constitutional obligation.

- We have to respond vigorously to the immediate crisis
- We should understand and respond to the structural challenges

Our aim is to ensure that we perform these basic functions without improvise hence we adjusted the budget to cover the programme. Our paradigm shift should over the following:

- Cutting of grass
- Patching potholes
- Dysfunctional robots and streetlights
- Consistent refuse removal must be provided without compromise

Overview of the 2014/15 budget

Mister Speaker allow me to summarize the key features on the Adjustment budget of 2014/15 The total operating revenue was increased with R3.3 million for the 2014/15 financial year. The increase to operating revenue is due to the following:

- Cash items:
 - ✓ Decrease for Operating Grand R0,1 million
 - ✓ Decrease for other Revenue R0,8 million
 - ✓ Increase in the Property Rates R0,9 million
 - ✓ Increase in Electricity Changes R3,2 million

For the two outer years, operational revenue was adjusted to R270 million and R288 million respectively.

The Total operating expenditure has increased with R11 million for the 2014/15 Financial year, this translates into a budgeted deficit of R50.7 million. The increase to operating expenditure is due to the following:

- Non-Cash items:
 - o Increase in Debt Impairment R 5 million

- o Increase in Employee related cost(Post-Retirement benefit obligations) R 2 million
- o Increase in Finance Charges R 0.4 million
- Cash items:
 - o Decrease to Bulk Purchases R 0.5 million
 - o Increase in Other Materials R 0.1 million
 - o Decrease to General Expenditure R 0.3 million
 - o Increase to Employee related costs R 4.3 million

The capital budget was increased with R23.6 million for 2014/15 financial year. The increase is due to the following:

- Roll over approved for Municipal Infrastructure Grant projects R 23.3 million
- Capital expenditure funded from Municipal Financial Management Grant R 0.1 million
- Capital expenditure funded from Municipality increased R 0.2 million

The budgeted allocation for employee related costs for the 2014/15 original budget totals R101.8 million and increased to R108 million in the adjustment budget. This equals 35 percent of the total operating expenditure. The increase to employee related costs is due to an R 2 million increases to post-retirement benefit obligation and R 4.2 million increases due to the settlement reached between the municipality and employees.

For 2014/15 adjustment budget an increase of R23.6 million, amounting to R57.3 million has been appropriated for the development of infrastructure which represents 88 percent of the total capital budget. In the outer years this amount totals R29.9 million, 100 percent and R24.7 million, 89 percent respectively for each of the financial years.

Total new assets represent 15 percent or R9.9 million of the total capital budget while asset renewal equates to 85 percent or R55 million.

Mister Speaker, Albert Einstein made mention that **“We cannot solve today`s problems with the same level of thinking that created the problems in the first place”**

- We have to respond vigorously to the immediate crisis.
- We should understand and respond to the structural challenges.
-

Our aim is to ensure that we perform our functions without compromise. With the Budget adjustment presented today will be able to increase our assets and also alleviate poverty. The Infrastructure development will employ skill and unskilled labourers within our municipality.

May I take this opportunity to thank the Executive Committee, Portfolio Committees, Council and Ward Committee members for their contribution to the Budget that we table today?

The same should be said to all Management team, staff and employee representatives for their contribution during strategic planning.

Together we can move local government forward.

I thank you.

2. COUNCIL RESOLUTIONS

1. The Council of Modimolle Local Municipality, acting in terms of section 28 of the Municipal Finance Management Act, (Act 56 of 2003) approves and adopts:
 - 1.1. The adjustment budget of the municipality for the financial year 2014/15 and the multi-year and single-year capital appropriations as set out in the following tables:
 - 1.1.1. Budgeted Financial Performance (revenue and expenditure by standard classification) as contained in Table 8 on page 22;
 - 1.1.2. Budgeted Financial Performance (revenue and expenditure by municipal vote) as contained in Table 9 on page 24;
 - 1.1.3. Budgeted Financial Performance (revenue by source and expenditure by type) as contained in Table 10 on page 25; and
 - 1.1.4. Multi-year and single-year capital appropriations by municipal vote and standard classification and associated funding by source as contained in Table 11 on page 28.
 - 1.2. The financial position, cash flow budget, cash-backed reserve/accumulated surplus, asset management and basic service delivery targets are approved as set out in the following tables:
 - 1.2.1. Budgeted Financial Position as contained in Table 12 on page 31;
 - 1.2.2. Budgeted Cash Flows as contained in Table 13 on page 33;
 - 1.2.3. Cash backed reserves and accumulated surplus reconciliation as contained in Table 14 on page 33;
 - 1.2.4. Asset management as contained in Table 15 on page 35; and
 - 1.2.5. Basic service delivery measurement as contained in Table 16 on page 38.

3. EXECUTIVE SUMMARY

The application of sound financial management principles for the compilation of the Municipality's financial plan is essential and critical to ensure that the Municipality remains financially viable and that municipal services are provided sustainably, economically and equitably to all communities.

The following table is a consolidated overview of the proposed 2014/15 Adjustment Medium-term Revenue and Expenditure Framework:

Table 1 Consolidated Overview of the 2014/15 Adjustment MTREF

Description R thousands	Original Budget 2014/15	Adjustment Budget 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
Total Operating Revenue	253 235	256 603	270 355	288 544
Total Operating Expenditure	296 244	307 258	309 937	328 071
(Surplus)/Deficit for the year	-43 010	-50 655	-39 582	-39 527
Total Capital Expenditure	41 307	64 907	29 907	27 734

Total operating revenue was increased with R3.3 million for the 2014/15 financial year. The increase to operating revenue is due to the following:

- Cash items:
 - o Decrease for Operating Grant R 0.1 million
 - o Decrease for Other Revenue R 0.8 million
 - o Increase in Property Rates R 0.9 million
 - o Increase in Electricity Charges R 3.2 million

For the two outer years, operational revenue was adjusted to R270 million and R288 million respectively.

Total operating expenditure has increased with R11 million for the 2014/15 financial year, this translates into a budgeted deficit of R50.7 million. The increase to operating expenditure is due to the following:

- Non-Cash items:
 - o Increase in Debt Impairment R 5 million
 - o Increase in Employee related cost(Post-retirement benefit obligations) R 2 million
 - o Increase in Finance Charges R 0.4 million
- Cash items:
 - o Decrease to Bulk Purchases R 0.5 million
 - o Increase in Other Materials R 0.1 million
 - o Decrease to General Expenditure R 0.3 million
 - o Increase to Employee related costs R 4.3 million

The capital budget was increased with R23.6 million for 2014/15 financial year. The increase is due to the following:

- Roll over approved for Municipal Infrastructure Grant projects R 23.3 million
- Capital expenditure funded from Municipal Financial Management Grant R 0.1 million
- Capital expenditure funded from Municipality increased R 0.2 million

1. Operating Revenue Framework

The following table is a summary of the 2014/15 Adjustment MTREF (classified by main revenue source):

Table 2 Summary of revenue classified by main revenue source

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Revenue By Source											
Property rates	29 100	-	-	-	-	-	900	900	30 000	31 326	33 400
Property rates - penalties & collection charges								-	-		
Service charges - electricity revenue	82 600	-	-	-	-	-	3 200	3 200	85 800	94 100	101 620
Service charges - water revenue	37 500	-	-	-	-	-	-	-	37 500	42 375	48 780
Service charges - sanitation revenue	11 000	-	-	-	-	-	-	-	11 000	11 900	13 100
Service charges - refuse revenue	6 900	-	-	-	-	-	-	-	6 900	7 400	8 060
Service charges - other								-	-		
Rental of facilities and equipment	66						157	157	223	83	43
Interest earned - external investments	2 400							-	2 400	2 550	2 700
Interest earned - outstanding debtors	8 800							-	8 800	9 416	10 500
Dividends received								-	-		
Fines	142							-	142	142	142
Licences and permits								-	-		
Agency services	3 600						25	25	3 625	3 700	3 900
Transfers recognised - operating	64 267						(135)	(135)	64 132	60 217	58 972
Other revenue	6 861	-	-	-	-	-	(779)	(779)	6 082	7 147	7 328
Gains on disposal of PPE								-	-		
Total Revenue (excluding capital transfers and contributions)	253 235	-	-	-	-	-	3 368	3 368	256 603	270 355	288 544

Table 3 Percentage growth in revenue by main revenue source

Description	Current Year 2014/15				Medium Term Revenue & Expenditure Framework			
R thousand	Original Budget 2014/15	%	Adjustment budget 2014/15	%	Budget Year +1 2015/16	%	Budget Year +2 2016/17	%
Revenue By Source								
Property rates	29 100	11%	30 000	12%	31 326	12%	33 400	12%
Service charges - electricity revenue	82 600	33%	85 800	33%	94 100	35%	101 620	35%
Service charges - water revenue	37 500	15%	37 500	15%	42 375	16%	48 780	17%
Service charges - sanitation revenue	11 000	4%	11 000	4%	11 900	4%	13 100	5%
Service charges - refuse revenue	6 900	3%	6 900	3%	7 400	3%	8 060	3%
Rental of facilities and equipment	66	0%	223	0%	83	0%	43	0%
Interest earned - external investments	2 400	1%	2 400	1%	2 550	1%	2 700	1%
Interest earned - outstanding debtors	8 800	3%	8 800	3%	9 416	3%	10 500	4%
Fines	142	0%	142	0%	142	0%	142	0%
Agency services	3 600	1%	3 625	1%	3 700	1%	3 900	1%
Transfers recognised - operational	64 267	25%	64 132	25%	60 217	22%	58 972	20%
Other revenue	6 861	3%	6 082	2%	7 147	3%	7 328	3%
Total Revenue (excluding capital transfers and contributions)	253 235	100%	256 603	100%	270 355	100%	288 544	100%
Total Revenue from rates and service charges	167 100	66%	171 200	67%	187 101	69%	196 900	68%

In line with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from the operating statement, as inclusion of these revenue sources would distort the calculation of the operating surplus/deficit.

Revenue generated from rates and services charges forms a significant percentage of the revenue basket for the Municipality. Rates and service charge revenues comprise more than 60% of the total revenue mix. In the 2014/15 adjustment budget, revenue from rates and services charges totalled R171.2 million or 67 percent. This increases to R187.1 million and R196.9 million in the respective financial years of the MTREF. The above table includes revenue foregone arising from discounts and rebates associated with the tariff policies of the Municipality. Details in this regard are contained in Table 17 MBRR SA1 (see page 39).

Operating grants and transfers totals R64 million in the 2014/15 adjustment budget and steadily decreases to R59 million by 2016/17. The following table gives a breakdown of the various operating grants and subsidies allocated to the municipality over the medium term as gazetted in the Division of Revenue Act:

Table 4 Operating Transfers and Grant Receipts

Description	Budget Year 2014/15							Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 7	Multi-year capital 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F		
RECEIPTS:									
<u>Operating Transfers and Grants</u>									
National Government:	64 267	–	–	–	–	–	64 267	60 217	58 972
Local Government Equitable Share	58 643					–	58 643	56 447	55 057
Finance Management	1 600					–	1 600	1 650	1 700
Municipal Systems Improvement	934					–	934	967	1 018
EPWP Incentive	1 502					–	1 502		
						–	–		
						–	–		
Municipal Infrastructure Grant	1 588					–	1 588	1 153	1 197
Provincial Government:	–	–	–	–	–	–	–	–	–
						–	–		
						–	–		
						–	–		
Other transfers and grants [insert description]						–	–		
District Municipality:	–	–	–	–	–	–	–	–	–
[insert description]						–	–		
						–	–		
Other grant providers:	–	–	–	–	–	–	–	–	–
[insert description]						–	–		
						–	–		
Total Operating Transfers and Grants	64 267	–	–	–	–	–	64 267	60 217	58 972

2. OPERATING EXPENDITURE FRAMEWORK

The following table is a high level summary of the 2014/15 Adjustment MTREF (classified per main type of operating expenditure)

Table 5 Summary of operating expenditure by standard classification item

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Expenditure By Type											
Employee related costs	101 842	-	-	-	-	-	6 251	6 251	108 094	107 211	114 723
Remuneration of councillors	6 855						-	-	6 855	7 225	7 616
Debt impairment	10 000						5 000	5 000	15 000	8 000	6 000
Depreciation & asset impairment	30 604	-	-	-	-	-	-	-	30 604	32 437	34 714
Finance charges	3 035						382	382	3 417	3 702	3 770
Bulk purchases	88 000	-	-	-	-	-	(500)	(500)	87 500	95 465	102 582
Other materials	9 720						132	132	9 853	10 124	10 716
Contracted services	8 355	-	-	-	-	-	-	-	8 355	6 198	6 532
Transfers and grants									-		
Other expenditure	37 832	-	-	-	-	-	(252)	(252)	37 581	39 576	41 418
Loss on disposal of PPE									-		
Total Expenditure	296 244	-	-	-	-	-	11 014	11 014	307 258	309 937	328 071

The budgeted allocation for employee related costs for the 2014/15 original budget totals R101.8 million and increased to R108 million in the adjustment budget. This equals 35 per cent of the total operating expenditure. The increase to employee related costs is due to an R 2 million increase to post-retirement benefit obligation and R 4.2 million increase due to the settlement reached between the municipality and employees.

The cost associated with the remuneration of councillors is determined by the Minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998).

Provision for depreciation and asset impairment has been informed by the Municipality's Asset Management Policy. Depreciation is widely considered a proxy for the measurement of the rate asset consumption. Budget appropriations in this regard total R30.6 million for the 2014/15 financial and equates to 10 percent of the total operating expenditure. Note that the implementation of GRAP 17 accounting standard has meant bringing a range of assets previously not included in the assets register onto the register. This has resulted in a significant increase in depreciation relative to previous years.

Finance charges consist of the repayment of interest on long-term borrowing (cost of capital), employee related provisions and Rehabilitation of Landfill Site Provision. Finance charges make up 1.1 percent of operating expenditure excluding annual redemption for 2014/15.

Bulk purchases are directly informed by the purchase of electricity from Eskom and water from Magalies Water. A R 0.5 million adjustment have been made to bulk purchases.

3. OPERATING SURPLUS/DEFICIT

The Operating budget shows a deficit of R50 655 000,00 as per Table B1 after cash and non-cash items was taken into account.

The municipality have a surplus of R4 939 000,00 if the non- cash items is taken out of the calculation.

With the implementation of GRAP 17, Property, Plant and Equipment, the municipality had to provide for a larger amount for depreciation. Depreciation has to be phased into the tariff structure so that the renewal of infrastructure assets can be done.

The municipality acknowledges that the full impact of providing for depreciation can't be achieved in one financial year. To lift the burden of the community, depreciation will be phased in the tariff structure over a period.

3.4 Capital Expenditure

The following table provides a breakdown of adjustments to capital budget by vote:

Table 6 2014/15 Medium-term capital budget per vote

Vote Description R thousand	Current Year 2014/15				Budget Year +1 2015/16		Budget Year +2 2016/17	
	Original Budget	%	Adjustment Budget 2014/15	%	Adjustment Budget	%	Adjustment Budget	%
Vote1 - Executive & Council	750	2%	750	0%	–	0%	–	0%
Vote2 - Financial Services	–	0%	161	0%	–	0%	–	0%
Vote3 - Corporate Services	1 685	4%	4 619	7%	–	0%	3 057	0%
Vote4 - Social Services	420	1%	1 919	3%	–	0%	–	0%
Vote5 - Technical Services	38 372	93%	57 343	88%	29 907	100%	24 678	89%
Vote 6 - Planning and Development	80	0%	116	0%	–	0%	–	0%
Total Capital Budget	41 307	100%	64 907	100%	29 907	100%	27 734	100%

For 2014/15 adjustment budget increase with R23.6 million, an amount of R57.3 million has been appropriated for the development of infrastructure which represents 88 percent of the total capital budget. In the outer years this amount totals R29.9 million, 100 percent and R24.7 million, 89 percent respectively for each of the financial years.

Total new assets represent 15 percent or R9.9 million of the total capital budget while asset renewal equates to 85 percent or R55 million. Further detail relating to asset classes and proposed capital expenditure is contained in Table 15 MBRR B9 (Asset Management) on page 35. In addition to the MBRR Table B9, MBRR Tables SB18 (a), (b), (c) provides a detailed breakdown of the capital programme relating to new asset construction, capital asset renewal as well as operational repairs and maintenance by asset class (refer to pages 56, 57 and 58).

4. ADJUSTMENT BUDGET TABLES

The information in the following Tables B1 to B10 constitutes the Municipalities adjustment budget for the 2014/15 financial year and indicative allocations for the 2015/16 and 2016/17 financial years in terms of section 21 of the Municipal Budget and Reporting Regulations.

The Municipality does not have any entities through which it provides municipal services. Instead, services are provided internally through departments. The key departments are Technical and Social Services. In instances where internal capability is limited, services are provided through external services providers. In such instances, Service Level Agreements are entered into with the service providers. Therefore, the adjustment budget tables that follow relate to the budget of the municipality only.

Table 7 MBRR Table B1 -Adjustment Budget Summary

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 1	Accum. Funds 2	Multi-year capital 3	Unfore. Unavoid. 4	Nat. or Prov. Govt 5	Other Adjusts. 6	Total Adjusts. 7	Adjusted Budget 8	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Financial Performance											
Property rates	29 100	-	-	-	-	-	900	900	30 000	31 326	33 400
Service charges	138 000	-	-	-	-	-	3 200	3 200	141 200	155 775	171 560
Investment revenue	2 400	-	-	-	-	-	-	-	2 400	2 550	2 700
Transfers recognised - operational	64 267	-	-	-	-	-	(135)	(135)	64 132	60 217	58 972
Other own revenue	19 468	-	-	-	-	-	(597)	(597)	18 871	20 488	21 912
Total Revenue (excluding capital transfers and contributions)	253 235	-	-	-	-	-	3 368	3 368	256 603	270 355	288 544
Employee costs	101 842	-	-	-	-	-	6 251	6 251	108 094	107 211	114 723
Remuneration of councillors	6 855	-	-	-	-	-	-	-	6 855	7 225	7 616
Depreciation & asset impairment	30 604	-	-	-	-	-	-	-	30 604	32 437	34 714
Finance charges	3 035	-	-	-	-	-	382	382	3 417	3 702	3 770
Materials and bulk purchases	97 720	-	-	-	-	-	(368)	(368)	97 353	105 589	113 298
Transfers and grants	-	-	-	-	-	-	-	-	-	-	-
Other expenditure	56 187	-	-	-	-	-	4 748	4 748	60 936	53 774	53 950
Total Expenditure	296 244	-	-	-	-	-	11 014	11 014	307 258	309 937	328 071
Surplus/(Deficit)	(43 009)	-	-	-	-	-	(7 646)	(7 646)	(50 655)	(39 582)	(39 527)
Transfers recognised - capital	35 776	-	-	-	-	23 299	135	23 434	59 210	29 907	27 734
Contributions recognised - capital & contributed a	-	-	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	(7 233)	-	-	-	-	23 299	(7 511)	15 788	8 555	(9 675)	(11 793)
Share of surplus/ (deficit) of associate	-	-	-	-	-	-	-	-	-	-	-
Surplus/ (Deficit) for the year	(7 233)	-	-	-	-	23 299	(7 511)	15 788	8 555	(9 675)	(11 793)
Capital expenditure & funds sources											
Capital expenditure	41 307	-	-	-	-	23 299	302	23 601	64 907	29 907	27 734
Transfers recognised - capital	35 776	-	-	-	-	23 299	135	23 434	59 210	29 907	27 734
Public contributions & donations	-	-	-	-	-	-	-	-	-	-	-
Borrowing	-	-	-	-	-	-	-	-	-	-	-
Internally generated funds	5 531	-	-	-	-	-	167	167	5 698	-	-
Total sources of capital funds	41 307	-	-	-	-	23 299	302	23 601	64 907	29 907	27 734
Financial position											
Total current assets	133 391	-	-	-	-	-	3 958	3 958	137 349	138 869	138 889
Total non current assets	863 807	-	-	-	-	-	64 232	64 232	928 039	922 509	915 530
Total current liabilities	55 933	-	-	-	-	-	28 419	28 419	84 352	66 925	68 999
Total non current liabilities	36 982	-	-	-	-	-	20 500	20 500	57 482	64 357	68 259
Community wealth/Equity	904 283	-	-	-	-	-	19 271	19 271	923 554	930 096	917 161
Cash flows											
Net cash from (used) operating	43 577	-	-	-	-	-	(12 658)	(12 658)	30 919	37 960	35 994
Net cash from (used) investing	(30 958)	-	-	-	-	-	(17 723)	(17 723)	(48 680)	(22 430)	(20 801)
Net cash from (used) financing	620	-	-	-	-	-	-	-	620	(520)	(510)
Cash/cash equivalents at the year end	48 927	-	-	-	-	-	(31 300)	(31 300)	17 628	32 637	47 320
Cash backing/surplus reconciliation											
Cash and investments available	31 900	-	-	-	-	-	1 500	1 500	33 400	33 900	35 900
Application of cash and investments	(17 027)	-	-	-	-	-	12 531	12 531	(4 496)	(33 931)	(46 552)
Balance - surplus (shortfall)	48 927	-	-	-	-	-	(11 031)	(11 031)	37 896	67 831	82 452
Asset Management											
Asset register summary (WDV)	863 807	-	-	-	-	23 299	37 933	61 232	925 039	922 509	915 530
Depreciation & asset impairment	30 604	-	-	-	-	-	-	-	30 604	32 437	34 714
Renewal of Existing Assets	33 117	-	-	-	-	23 199	(1 277)	21 922	55 039	21 585	18 000
Repairs and Maintenance	34 310	-	-	-	-	-	132	132	34 442	36 435	38 869
Free services											
Cost of Free Basic Services provided	-	-	-	-	-	-	6 655	6 655	6 655	7 121	7 619
Revenue cost of free services provided	16 500	-	-	-	-	-	-	-	16 500	17 925	19 300
Households below minimum service level											
Water:	-	-	-	-	-	-	-	-	-	-	-
Sanitation/sewerage:	-	-	-	-	-	-	-	-	-	-	-
Energy:	-	-	-	-	-	-	-	-	-	-	-
Refuse:	-	-	-	-	-	-	-	-	-	-	-

Explanatory notes to MBRR Table B1 - Adjustment Budget Summary

1. Table B1 is adjustment budget summary and provides a concise overview of the Municipalities adjustment budget from all of the major financial perspectives (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).
2. The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic service delivery backlogs.
3. Financial management reforms emphasises the importance of the municipal budget being funded. This requires the simultaneous assessment of the Financial Performance, Financial Position and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:
 - a. The operating surplus/deficit (after Total Expenditure) is negative over the MTREF
 - b. Capital expenditure is balanced by capital funding sources, of which:
 - i. Transfers recognised is reflected on the Financial Performance Budget;
 - ii. Borrowing is incorporated in the net cash from financing on the Cash Flow Budget
 - iii. Internally generated funds are financed from accumulated cash-backed surpluses from previous years. The amount is incorporated in the Net cash from investing on the Cash Flow Budget. The fact that the municipality's cash flow remains positive, and is improving indicates that the necessary cash resources are available to fund the Capital Budget.
4. The Cash backing/surplus reconciliation shows that in previous financial years the municipality was not paying much attention to managing this aspect of its finances, and consequently many of its obligations are not cash-backed. These places the municipality in a very vulnerable financial position, as the recent slow-down in revenue collections highlighted. Consequently Council has taken a deliberate decision to ensure adequate cash-backing for all material obligations. This cannot be achieved in one financial year. But over the MTREF there is progressive improvement in the level of cash-backing of obligations.
5. Even though the Council is placing great emphasis on securing the financial sustainability of the municipality, this is not being done at the expense of services to the poor. The section of Free Services shows that the amount spent on Free Basic Services and the revenue cost of free services provided by the municipality continues to increase. In addition, the municipality continues to make progress in addressing service delivery backlogs.

Table 8 MBRR Table B2 - Adjustment Budgeted Financial Performance (revenue and expenditure by standard classification)

Standard Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H		
Revenue - Standard											
<i>Governance and administration</i>	77 188	-	-	-	-	-	1 328	1 328	78 516	79 020	81 626
Executive and council	9 671	-	-	-	-	-	200	200	9 871	9 525	9 524
Budget and treasury office	66 995	-	-	-	-	-	1 000	1 000	67 995	68 948	71 529
Corporate services	522	-	-	-	-	-	128	128	650	546	573
<i>Community and public safety</i>	2 372	-	-	-	-	2 978	55	3 033	5 405	2 401	5 474
Community and social services	262	-	-	-	-	100	30	130	392	290	264
Sport and recreation	16	-	-	-	-	2 878	-	2 878	2 894	17	3 069
Public safety	2 094	-	-	-	-	-	25	25	2 119	2 094	2 140
Housing	-	-	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	10 114	-	-	-	-	19 513	(1 530)	17 983	28 097	8 980	22 349
Planning and development	1 827	-	-	-	-	-	(80)	(80)	1 747	1 378	1 440
Road transport	8 287	-	-	-	-	19 513	(1 450)	18 063	26 350	7 602	20 909
Environmental protection	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>	199 337	-	-	-	-	808	3 650	4 458	203 795	209 861	206 830
Electricity	101 729	-	-	-	-	-	2 200	2 200	103 929	116 077	120 494
Water	43 928	-	-	-	-	4 615	-	4 615	48 543	48 887	57 470
Waste water management	42 721	-	-	-	-	(3 806)	-	(3 806)	38 915	35 036	18 405
Waste management	10 959	-	-	-	-	-	1 450	1 450	12 409	9 861	10 460
<i>Other</i>	-	-	-	-	-	-	-	-	-	-	-
Total Revenue - Standard	289 011	-	-	-	-	23 299	3 503	26 802	315 813	300 262	316 278
Expenditure - Standard											
<i>Governance and administration</i>	68 215	-	-	-	-	-	7 393	7 393	75 608	67 477	68 783
Executive and council	30 250	-	-	-	-	-	7 401	7 401	37 652	29 428	28 564
Budget and treasury office	19 228	-	-	-	-	-	1 136	1 136	20 364	20 367	21 584
Corporate services	18 737	-	-	-	-	-	(1 145)	(1 145)	17 593	17 682	18 635
<i>Community and public safety</i>	30 156	-	-	-	-	-	934	934	31 091	31 944	33 922
Community and social services	16 436	-	-	-	-	-	(319)	(319)	16 117	17 391	18 420
Sport and recreation	7 474	-	-	-	-	-	419	419	7 893	7 951	8 458
Public safety	6 246	-	-	-	-	-	834	834	7 080	6 602	7 044
Housing	-	-	-	-	-	-	-	-	-	-	-
Health	-	-	-	-	-	-	-	-	-	-	-
<i>Economic and environmental services</i>	38 007	-	-	-	-	-	601	601	38 608	40 860	43 457
Planning and development	10 324	-	-	-	-	-	9	9	10 332	11 981	12 773
Road transport	27 684	-	-	-	-	-	592	592	28 275	28 879	30 684
Environmental protection	-	-	-	-	-	-	-	-	-	-	-
<i>Trading services</i>	159 865	-	-	-	-	-	2 086	2 086	161 951	169 656	181 909
Electricity	102 505	-	-	-	-	-	2 368	2 368	104 873	109 769	117 703
Water	34 645	-	-	-	-	-	(1 414)	(1 414)	33 230	37 351	40 301
Waste water management	9 518	-	-	-	-	-	582	582	10 100	10 083	10 645
Waste management	13 198	-	-	-	-	-	551	551	13 748	12 453	13 260
<i>Other</i>	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure - Standard	296 244	-	-	-	-	-	11 014	11 014	307 258	309 937	328 071
Surplus/ (Deficit) for the year	(7 233)	-	-	-	-	23 299	(7 511)	15 788	8 555	(9 675)	(11 793)

Explanatory notes to MBRR Table B2 –Adjustment Budgeted Financial Performance (revenue and expenditure by standard classification)

1. Table B2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of each of these functional areas which enables the National Treasury to compile “whole of government” reports.
2. Note the Total Revenue on this table includes capital revenues (Transfers recognised – capital) and so does not balance to the operating revenue shown on Table B4.
3. Note that as a general principle the revenues for the Trading Services should exceed their expenditures. The table highlights that this is the case for Budget and Treasury, Water and Waste water functions.
4. Other functions that show a deficit between revenue and expenditure are being financed from rates revenues and other revenue sources.

Table 9 MBRR Table B3 - Adjustment Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description [Insert departmental structure etc] R thousands	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget A	Prior Adjusted 3 A1	Accum. Funds 4 B	Multi-year capital 5 C	Unfore. Unavoid. 6 D	Nat. or Prov. Govt 7 E	Other Adjusts. 8 F	Total Adjusts. 9 G	Adjusted Budget 10 H	Adjusted Budget	Adjusted Budget
Revenue by Vote											
Vote 1 - EXECUTIVE AND COUNCIL	9 671	-	-	-	-	-	200	200	9 871	9 525	9 524
Vote 2 - BUDGET AND TREASURY	66 995	-	-	-	-	-	1 000	1 000	67 995	68 948	71 529
Vote 3 - SOCIAL SERVICES	16 940	-	-	-	-	2 978	1 505	4 483	21 423	15 971	19 843
Vote 4 - CORPORATE SERVICES	479	-	-	-	-	-	-	-	479	500	523
Vote 5 - TECHNICAL SERVICES	194 717	-	-	-	-	20 321	878	21 199	215 916	205 093	214 615
Vote 6 - PLANNING AND DEVELOPMENT	208	-	-	-	-	-	(80)	(80)	128	225	243
Vote 7 - [NAME OF VOTE 7]	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]	-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]	-	-	-	-	-	-	-	-	-	-	-
Total Revenue by Vote	289 011	-	-	-	-	23 299	3 503	26 802	315 813	300 262	316 278
Expenditure by Vote											
Vote 1 - EXECUTIVE AND COUNCIL	30 250	-	-	-	-	-	7 401	7 401	37 652	29 428	28 564
Vote 2 - BUDGET AND TREASURY	19 228	-	-	-	-	-	1 136	1 136	20 364	20 367	21 584
Vote 3 - SOCIAL SERVICES	47 982	-	-	-	-	-	1 632	1 632	49 613	49 346	52 460
Vote 4 - CORPORATE SERVICES	18 596	-	-	-	-	-	(1 145)	(1 145)	17 451	17 532	18 477
Vote 5 - TECHNICAL SERVICES	171 453	-	-	-	-	-	1 981	1 981	173 434	182 838	195 865
Vote 6 - PLANNING AND DEVELOPMENT	8 736	-	-	-	-	-	9	9	8 744	10 426	11 121
Vote 7 - [NAME OF VOTE 7]	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]	-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]	-	-	-	-	-	-	-	-	-	-	-
Total Expenditure by Vote	296 244	-	-	-	-	-	11 014	11 014	307 258	309 937	328 071
Surplus/ (Deficit) for the year	(7 233)	-	-	-	-	23 299	(7 511)	15 788	8 555	(9 675)	(11 793)

Explanatory notes to MBRR Table B3 - Adjustment Budgeted Financial Performance (revenue and expenditure by municipal vote)

- Table B3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organisational structure of the Municipality. This means it is possible to present the operating surplus or deficit of a vote.

Table 10 MBRR Table B4 - Adjustment Budgeted Financial Performance

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Revenue By Source											
Property rates	29 100	-	-	-	-	-	900	900	30 000	31 326	33 400
Property rates - penalties & collection charges								-	-		
Service charges - electricity revenue	82 600	-	-	-	-	-	3 200	3 200	85 800	94 100	101 620
Service charges - water revenue	37 500	-	-	-	-	-	-	-	37 500	42 375	48 780
Service charges - sanitation revenue	11 000	-	-	-	-	-	-	-	11 000	11 900	13 100
Service charges - refuse revenue	6 900	-	-	-	-	-	-	-	6 900	7 400	8 060
Service charges - other								-	-		
Rental of facilities and equipment	66						157	157	223	83	43
Interest earned - external investments	2 400							-	2 400	2 550	2 700
Interest earned - outstanding debtors	8 800							-	8 800	9 416	10 500
Dividends received								-	-		
Fines	142							-	142	142	142
Licences and permits								-	-		
Agency services	3 600						25	25	3 625	3 700	3 900
Transfers recognised - operating	64 267						(135)	(135)	64 132	60 217	58 972
Other revenue	6 861	-	-	-	-	-	(779)	(779)	6 082	7 147	7 328
Gains on disposal of PPE								-	-		
Total Revenue (excluding capital transfers and contributions)	253 235	-	-	-	-	-	3 368	3 368	256 603	270 355	288 544
Expenditure By Type											
Employee related costs	101 842	-	-	-	-	-	6 251	6 251	108 094	107 211	114 723
Remuneration of councillors	6 855						-	-	6 855	7 225	7 616
Debt impairment	10 000						5 000	5 000	15 000	8 000	6 000
Depreciation & asset impairment	30 604	-	-	-	-	-	-	-	30 604	32 437	34 714
Finance charges	3 035						382	382	3 417	3 702	3 770
Bulk purchases	88 000	-	-	-	-	-	(500)	(500)	87 500	95 465	102 582
Other materials	9 720						132	132	9 853	10 124	10 716
Contracted services	8 355	-	-	-	-	-	-	-	8 355	6 198	6 532
Transfers and grants								-	-		
Other expenditure	37 832	-	-	-	-	-	(252)	(252)	37 581	39 576	41 418
Loss on disposal of PPE								-	-		
Total Expenditure	296 244	-	-	-	-	-	11 014	11 014	307 258	309 937	328 071
Surplus/(Deficit)	(43 009)	-	-	-	-	-	(7 646)	(7 646)	(50 655)	(39 582)	(39 527)
Transfers recognised - capital	35 776					23 299	135	23 434	59 210	29 907	27 734
Contributions								-	-		
Contributed assets								-	-		
Surplus/(Deficit) before taxation	(7 233)	-	-	-	-	23 299	(7 511)	15 788	8 555	(9 675)	(11 793)
Taxation								-	-		
Surplus/(Deficit) after taxation	(7 233)	-	-	-	-	23 299	(7 511)	15 788	8 555	(9 675)	(11 793)
Attributable to minorities								-	-		
Surplus/(Deficit) attributable to municipality	(7 233)	-	-	-	-	23 299	(7 511)	15 788	8 555	(9 675)	(11 793)
Share of surplus/ (deficit) of associate								-	-		
Surplus/ (Deficit) for the year	(7 233)	-	-	-	-	23 299	(7 511)	15 788	8 555	(9 675)	(11 793)

Explanatory notes to Table B4 - Adjustment Budgeted Financial Performance (revenue and expenditure)

1. Total revenue is R256.6 million in 2014/15 adjustment budget and escalates to R288.5 million by 2016/17.
2. Revenue to be generated from property rates is R30 million in the 2014/15 adjustment budget and increases to R33.4 million by 2016/17.
3. Services charges relating to electricity, water, sanitation and refuse removal constitutes the biggest component of the revenue basket of the Municipality totaling R141.2 million for the 2014/15 adjustment budget and increasing to R171.6 million by 2016/17.
4. Transfers recognised – operating includes the local government equitable share and other operating grants from national and provincial government.
5. The following graph illustrates the major expenditure items per type.

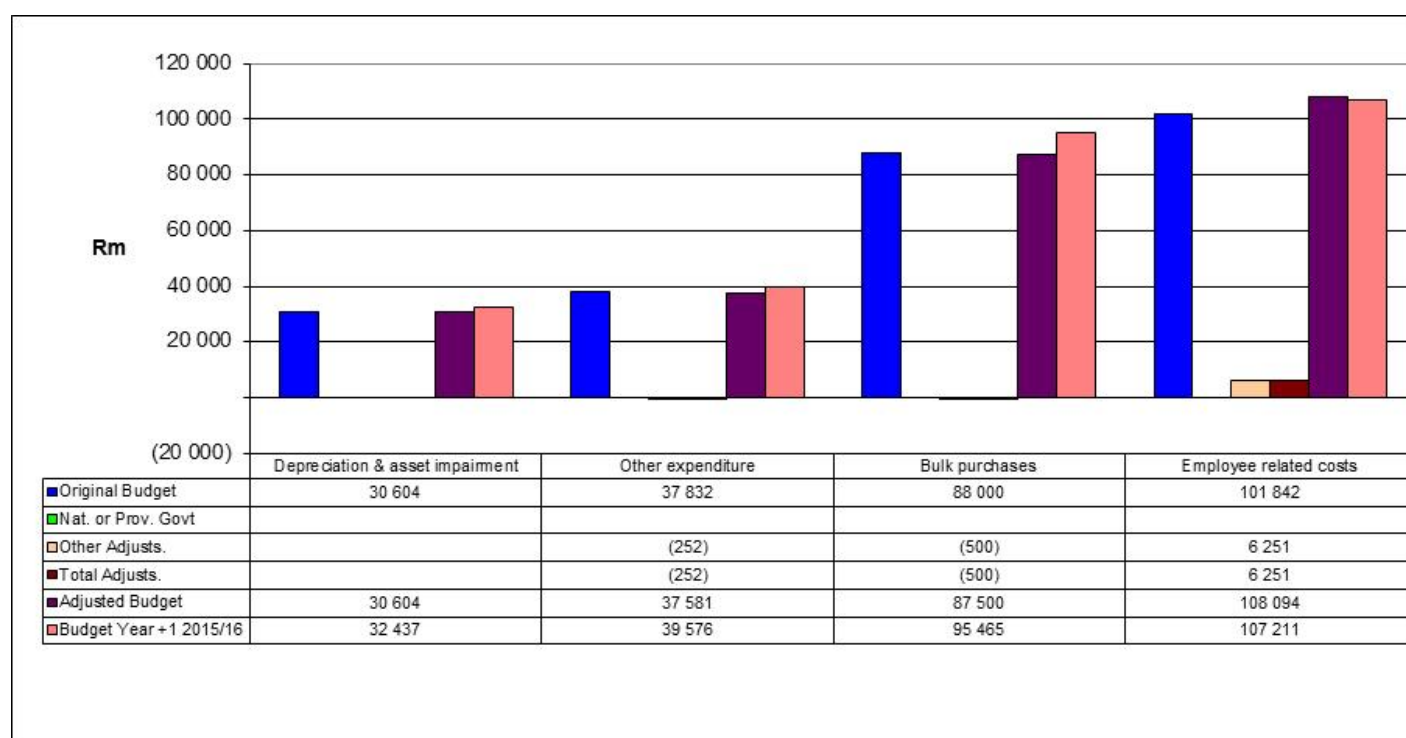


Figure 1 Expenditure by major type

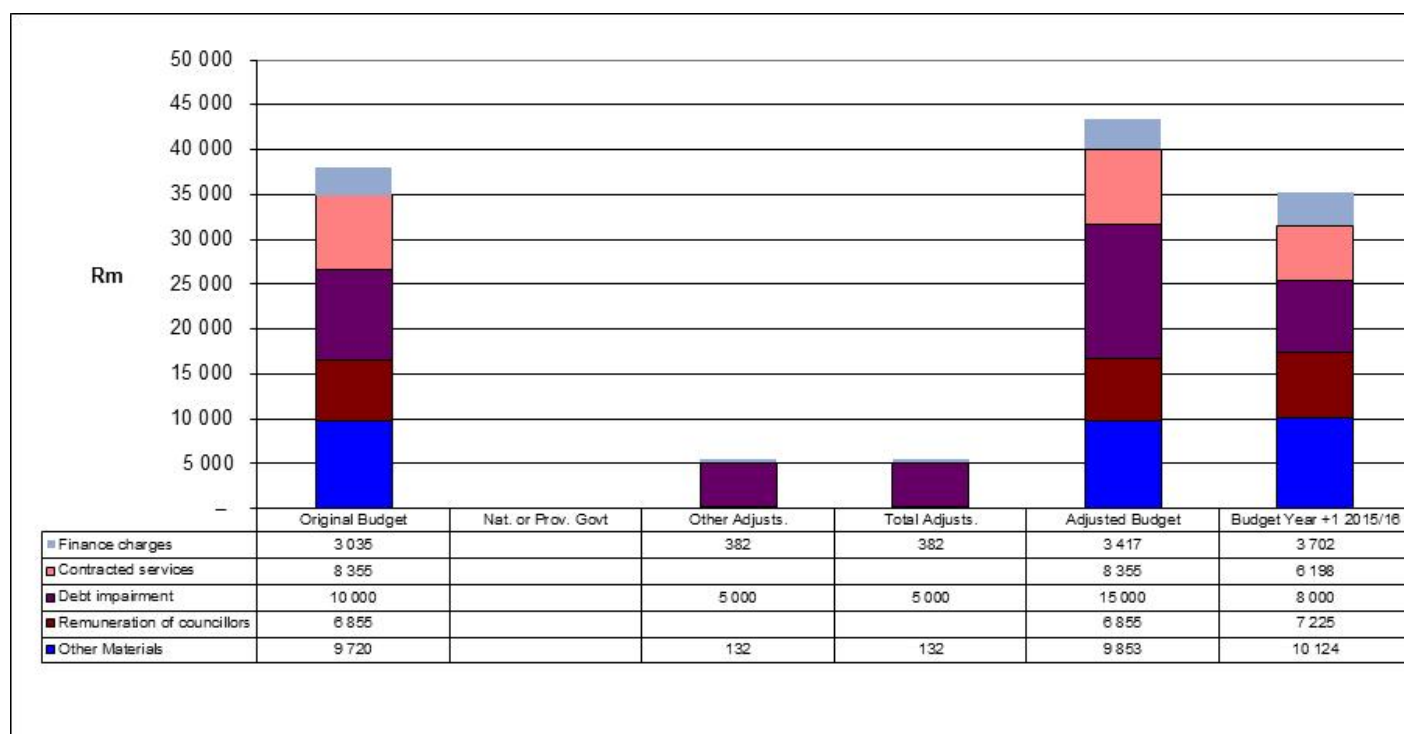


Figure 2 Expenditure by minor type

1. Bulk purchases is R88 million for the 2014/15 financial year and was adjusted during the adjustment process with R 0.5 million.
2. Employee related costs and bulk purchases are the main cost drivers within the municipality and alternative operational gains and efficiencies will have to be identified to lessen the impact of wage and bulk tariff increases in future years.

Table 11 MBRR Table B5 - Adjustment Budgeted Capital Expenditure by vote, standard classification and funding

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Capital expenditure - Vote											
Multi-year expenditure to be adjusted											
Vote 1 - EXECUTIVE AND COUNCIL	-	-	-	-	-	-	-	-	-	-	-
Vote 2 - BUDGET AND TREASURY	-	-	-	-	-	-	-	-	-	-	-
Vote 3 - SOCIAL SERVICES	-	-	-	-	-	2 978	1 450	4 428	4 428	-	2 057
Vote 4 - CORPORATE SERVICES	-	-	-	-	-	-	-	-	-	-	-
Vote 5 - TECHNICAL SERVICES	33 992	-	-	-	-	15 521	2 000	17 521	51 513	28 007	9 678
Vote 6 - PLANNING AND DEVELOPMENT	-	-	-	-	-	-	-	-	-	-	-
Vote 7 - [NAME OF VOTE 7]	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]	-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]	-	-	-	-	-	-	-	-	-	-	-
Capital multi-year expenditure sub-total	33 992	-	-	-	-	18 499	3 450	21 949	55 941	28 007	11 734
Single-year expenditure to be adjusted											
Vote 1 - EXECUTIVE AND COUNCIL	750	-	-	-	-	-	-	-	750	-	-
Vote 2 - BUDGET AND TREASURY	-	-	-	-	-	-	161	161	161	-	-
Vote 3 - SOCIAL SERVICES	1 685	-	-	-	-	-	(44)	(44)	1 641	-	1 000
Vote 4 - CORPORATE SERVICES	420	-	-	-	-	-	49	49	469	-	-
Vote 5 - TECHNICAL SERVICES	4 380	-	-	-	-	4 800	(3 350)	1 450	5 830	1 900	15 000
Vote 6 - PLANNING AND DEVELOPMENT	80	-	-	-	-	-	36	36	116	-	-
Vote 7 - [NAME OF VOTE 7]	-	-	-	-	-	-	-	-	-	-	-
Vote 8 - [NAME OF VOTE 8]	-	-	-	-	-	-	-	-	-	-	-
Vote 9 - [NAME OF VOTE 9]	-	-	-	-	-	-	-	-	-	-	-
Vote 10 - [NAME OF VOTE 10]	-	-	-	-	-	-	-	-	-	-	-
Vote 11 - [NAME OF VOTE 11]	-	-	-	-	-	-	-	-	-	-	-
Vote 12 - [NAME OF VOTE 12]	-	-	-	-	-	-	-	-	-	-	-
Vote 13 - [NAME OF VOTE 13]	-	-	-	-	-	-	-	-	-	-	-
Vote 14 - [NAME OF VOTE 14]	-	-	-	-	-	-	-	-	-	-	-
Vote 15 - [NAME OF VOTE 15]	-	-	-	-	-	-	-	-	-	-	-
Capital single-year expenditure sub-total	7 315	-	-	-	-	4 800	(3 148)	1 652	8 967	1 900	16 000
Total Capital Expenditure - Vote	41 307	-	-	-	-	23 299	302	23 601	64 907	29 907	27 734

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 5	Accum. Funds 6	Multi-year capital 7	Unfore. Unavoid. 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Capital Expenditure - Standard											
<i>Governance and administration</i>	1 170	-	-	-	-	-	210	210	1 380	-	-
Executive and council	750							-	750		
Budget and treasury office	-						161	161	161		
Corporate services	420						49	49	469		
<i>Community and public safety</i>	1 465	-	-	-	-	2 978	-	2 978	4 443	-	3 057
Community and social services	785					100		100	885		
Sport and recreation	355					2 878		2 878	3 233		
Public safety	325							-	325		3 057
Housing								-	-		
Health								-	-		
<i>Economic and environmental services</i>	6 584	-	-	-	-	19 513	(1 314)	18 199	24 783	3 893	17 000
Planning and development	110						36	36	146		
Road transport	6 474					19 513	(1 350)	18 163	24 637	3 893	17 000
Environmental protection								-	-		
<i>Trading services</i>	32 087	-	-	-	-	808	1 406	2 215	34 302	26 014	7 678
Electricity	5 500							-	5 500	8 000	5 000
Water	300					4 615		4 615	4 915	322	2 678
Waste water management	26 067					(3 806)		(3 806)	22 261	17 691	
Waste management	220						1 406	1 406	1 626		
<i>Other</i>								-	-		
Total Capital Expenditure - Standard	41 307	-	-	-	-	23 299	302	23 601	64 907	29 907	27 734
Funded by:											
National Government	35 776					23 299	135	23 434	59 210	29 907	27 734
Provincial Government								-	-		
District Municipality								-	-		
Other transfers and grants								-	-		
Total Capital transfers recognised	35 776	-	-	-	-	23 299	135	23 434	59 210	29 907	27 734
Public contributions & donations								-	-		
Borrowing								-	-		
Internally generated funds	5 531						167	167	5 698		
Total Capital Funding	41 307	-	-	-	-	23 299	302	23 601	64 907	29 907	27 734

Explanatory notes to Table B5 - Adjustment Budgeted Capital Expenditure by vote, standard classification and funding source

- Table B5 is a breakdown of the capital programme in relation to capital expenditure by municipal vote (multi-year and single-year appropriations); capital expenditure by standard classification; and the funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.
- The MFMA provides that a municipality may approve multi-year or single-year capital budget appropriations. In relation to multi-year appropriations, for 2014/15 adjustment budget R55.9 million has been allocated of the total R64.9 million capital budget, which represents 86 percent of the adjustment budget.
- Single-year capital expenditure has been appropriated at R8.9 million for the 2014/15 adjustment budget and changes over the MTREF at levels of R1.9 million and R16 million respectively for the two outer years.

4. Unlike multi-year capital appropriations, single-year appropriations relate to expenditure that will be incurred in the specific budget year such as the procurement of vehicles and specialized tools and equipment. The budget appropriations for the two outer years are indicative allocations based on the departmental business plans as informed by the IDP and will be reviewed on an annual basis to assess the relevance of the expenditure in relation to the strategic objectives and service delivery imperatives of the Municipality. For the purpose of funding assessment of the MTREF, these appropriations have been included but no commitments will be incurred against single-year appropriations for the two outer-years.
5. The capital programme is funded from capital and provincial grants and transfers, borrowing and internally generated funds from current year surpluses. For 2014/15, adjustment budget capital transfers totals R59.2 million (91 percent) and decreases to R27.7 million by 2016/17. Internally generated funding totalling R5.7 million for the 2014/15 adjustment budget.

Table 12 MBRR Table B6 - Adjustment Budgeted Financial Position

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
ASSETS											
Current assets											
Cash	10 000								10 000	11 000	12 000
Call investment deposits	21 900	-	-	-	-	-	(1 500)	(1 500)	20 400	22 900	23 900
Consumer debtors	87 171	-	-	-	-	-	5 458	5 458	92 629	89 629	88 629
Other debtors	8 000								8 000	8 500	8 000
Current portion of long-term receivables	320								320	340	360
Inventory	6 000								6 000	6 500	6 000
Total current assets	133 391	-	-	-	-	-	3 958	3 958	137 349	138 869	138 889
Non current assets											
Long-term receivables											
Investments							3 000	3 000	3 000		
Investment property							5 575	5 575	5 575	5 575	5 575
Investment in Associate											
Property, plant and equipment	861 309	-	-	-	-	-	55 657	55 657	916 966	914 437	907 458
Agricultural											
Biological											
Intangible	2 497								2 497	2 497	2 497
Other non-current assets											
Total non current assets	863 807	-	-	-	-	-	64 232	64 232	928 039	922 509	915 530
TOTAL ASSETS	997 197	-	-	-	-	-	68 190	68 190	1 065 388	1 061 378	1 054 419
LIABILITIES											
Current liabilities											
Bank overdraft											
Borrowing	1 833	-	-	-	-	-			1 833	425	299
Consumer deposits	4 100								4 100	4 200	4 300
Trade and other payables	50 000	-	-	-	-	-	27 290	27 290	77 290	61 000	63 000
Provisions							1 128	1 128	1 128	1 300	1 400
Total current liabilities	55 933	-	-	-	-	-	28 419	28 419	84 352	66 925	68 999
Non current liabilities											
Borrowing	982	-	-	-	-	-			982	557	259
Provisions	36 000	-	-	-	-	-	20 500	20 500	56 500	63 800	68 000
Total non current liabilities	36 982	-	-	-	-	-	20 500	20 500	57 482	64 357	68 259
TOTAL LIABILITIES	92 915	-	-	-	-	-	48 919	48 919	141 834	131 282	137 257
NET ASSETS	904 283	-	-	-	-	-	19 271	19 271	923 554	930 096	917 161
COMMUNITY WEALTH/EQUITY											
Accumulated Surplus/(Deficit)	903 800	-	-	-	-	-	19 271	19 271	923 071	929 613	916 678
Reserves	483	-	-	-	-	-			483	483	483
TOTAL COMMUNITY WEALTH/EQUITY	904 283	-	-	-	-	-	19 271	19 271	923 554	930 096	917 161

Explanatory notes to Table B6 - Adjustment Budgeted Financial Position

1. Table B6 is consistent with international standards of good financial management practice, and improves understandability for councilors and management of the impact of the budget on the statement of financial position (balance sheet).
2. This format of presenting the statement of financial position is aligned to GRAP 1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in order of liquidity; i.e. assets readily converted to cash, or liabilities immediately required to be met from cash, appear first.
3. Table 12 is supported by an extensive table of notes (SB2 which can be found on page 41 ‘Table 18 MBRR Table SB2 - Supporting detail to ‘Adjustment Budgeted Financial Position’) providing a detailed analysis of the major components of a number of items, including:
 - Call investments deposits;
 - Consumer debtors;
 - Property, plant and equipment;
 - Trade and other payables;
 - Provisions non current;
 - Changes in net assets; and
 - Reserves
4. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community.
5. Any movement on the Budgeted Financial Performance or the Capital Budget will inevitably impact on the Budgeted Financial Position. As an example, the collection rate assumption will impact on the cash position of the municipality and subsequently inform the level of cash and cash equivalents at year end. Similarly, the collection rate assumption should inform the budget appropriation for debt impairment which in turn would impact on the provision for bad debt. These budget and planning assumptions form a critical link in determining the applicability and relevance of the budget as well as the determination of ratios and financial indicators. In addition the funding compliance assessment is informed directly by forecasting the statement of financial position.

Table 13 MBRR Table B7 - Adjustment Budgeted Cash Flows

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
CASH FLOW FROM OPERATING ACTIVITIES											
Receipts											
Ratepayers and other	159 991						3 153	3 153	163 144	176 375	192 607
Government - operating	64 297						(135)	(135)	64 162	60 217	58 972
Government - capital	35 746						135	135	35 881	29 907	27 734
Interest	9 200								9 200	9 466	10 600
Dividends											
Payments											
Suppliers and employees	(225 122)						(15 929)	(15 929)	(241 050)	(237 504)	(253 549)
Finance charges	(535)						118	118	(417)	(502)	(370)
Transfers and Grants											
NET CASH FROM/(USED) OPERATING ACTIVITIES	43 577	-	-	-	-	-	(12 658)	(12 658)	30 919	37 960	35 994
CASH FLOWS FROM INVESTING ACTIVITIES											
Receipts											
Proceeds on disposal of PPE								-	-		
Decrease (increase) in non-current debtors								-	-		
Decrease (increase) other non-current receivables								-	-		
Decrease (increase) in non-current investments								-	-		
Payments											
Capital assets	(30 958)						(17 723)	(17 723)	(48 680)	(22 430)	(20 801)
NET CASH FROM/(USED) INVESTING ACTIVITIES	(30 958)	-	-	-	-	-	(17 723)	(17 723)	(48 680)	(22 430)	(20 801)
CASH FLOWS FROM FINANCING ACTIVITIES											
Receipts											
Short term loans								-	-		
Borrowing long term/refinancing								-	-		
Increase (decrease) in consumer deposits	1 150							-	1 150		
Payments											
Repayment of borrowing	(530)							-	(530)	(520)	(510)
NET CASH FROM/(USED) FINANCING ACTIVITIES	620	-	-	-	-	-	-	-	620	(520)	(510)
NET INCREASE/ (DECREASE) IN CASH HELD	13 240	-	-	-	-	-	(30 381)	(30 381)	(17 141)	15 009	14 683
Cash/cash equivalents at the year begin:	35 687						(919)	(919)	34 769	17 628	32 637
Cash/cash equivalents at the year end:	48 927						(31 300)		17 628	32 637	47 320

Table 14 MBRR Table B8 - Adjustment Cash Backed Reserves / Accumulated Surplus Reconciliation

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 3	Accum. Funds 4	Multi-year capital 5	Unfore. Unavoid. 6	Nat. or Prov. Govt 7	Other Adjusts. 8	Total Adjusts. 9	Adjusted Budget 10	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Cash and investments available											
Cash/cash equivalents at the year end	48 927	-	-	-	-	-	(31 300)	(31 300)	17 628	32 637	47 320
Other current investments > 90 days	(17 027)	-	-	-	-	-	29 800	29 800	12 772	1 263	(11 420)
Non current assets - Investments	-	-	-	-	-	-	3 000	3 000	3 000	-	-
Cash and investments available:	31 900	-	-	-	-	-	1 500	1 500	33 400	33 900	35 900
Applications of cash and investments											
Unspent conditional transfers	8 936	-	-	-	-	-	7 290	7 290	16 227	7 477	6 934
Unspent borrowing								-	-		
Statutory requirements	19 000							-	19 000	13 960	
Other working capital requirements	(55 550)	-					5 241	5 241	(50 309)	(55 851)	(53 968)
Other provisions	7 420							-	7 420		
Long term investments committed	2 684	-						-	2 684	-	-
Reserves to be backed by cash/investments	483	-						-	483	483	483
Total Application of cash and investments:	(17 027)	-	-	-	-	-	12 531	12 531	(4 496)	(33 931)	(46 552)
Surplus(shortfall)	48 927	-	-	-	-	-	(11 031)	(11 031)	37 896	67 831	82 452

Explanatory notes to Table B7 - Adjustment Budgeted Cash Flow Statement

1. The budgeted cash flow statement is the first measurement in determining if the budget is funded.
2. It shows the expected level of cash in-flow versus cash out-flow that is likely to result from the implementation of the budget.
3. The 2014/15 MTREF has been informed by the planning principle of ensuring adequate cash reserves over the medium-term.
4. Cash and cash equivalents totals R17.6 million as at the end of the 2014/15 financial year and escalates to R47 million by 2016/17.

Explanatory notes to Table B8 - Adjustment Cash Backed Reserves/Accumulated Surplus Reconciliation

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
2. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.
3. The outcome of this exercise would either be a surplus or deficit. A deficit would indicate that the applications exceed the cash and investments available and would be indicative of non-compliance with the MFMA requirements that the municipality's budget must be "funded".
4. Non-compliance with section 18 of the MFMA is assumed because a shortfall would indirectly indicate that the annual budget is not appropriately funded.
5. As part of the budgeting and planning guidelines that informed the compilation of the 2014/15 MTREF the end objective of the medium-term framework was to ensure the budget is funded aligned to section 18 of the MFMA.

Table 15 MBRR Table B9 - Adjustment Asset Management

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjus. 12	Total Adjus. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
CAPITAL EXPENDITURE											
Total New Assets to be adjusted	8 190	-	-	-	-	100	1 579	1 679	9 869	8 322	9 734
Infrastructure - Road transport	-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	5 500	-	-	-	-	-	-	-	5 500	8 000	5 000
Infrastructure - Water	-	-	-	-	-	-	-	-	-	322	2 678
Infrastructure - Sanitation	-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Other	-	-	-	-	-	-	1 450	1 450	1 450	-	-
Infrastructure	5 500	-	-	-	-	-	1 450	1 450	6 950	8 322	7 678
Community	-	-	-	-	-	100	-	100	100	-	2 057
Heritage assets	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-	-
Other assets	2 690	-	-	-	-	-	129	129	2 819	-	-
Agricultural Assets	-	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-	-	-
Total Renewal of Existing Assets to be adjusted	33 117	-	-	-	-	23 199	(1 277)	21 922	55 039	21 585	18 000
Infrastructure - Road transport	5 624	-	-	-	-	19 513	(1 450)	18 063	23 687	3 893	17 000
Infrastructure - Electricity	-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water	300	-	-	-	-	4 615	-	4 615	4 915	-	-
Infrastructure - Sanitation	26 067	-	-	-	-	(3 806)	-	(3 806)	22 261	17 691	-
Infrastructure - Other	-	-	-	-	-	-	-	-	-	-	-
Infrastructure	31 992	-	-	-	-	20 321	(1 450)	18 871	50 863	21 585	17 000
Community	695	-	-	-	-	2 878	-	2 878	3 573	-	1 000
Heritage assets	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-	-
Other assets	430	-	-	-	-	-	173	173	603	-	-
Agricultural Assets	-	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure to be adjusted	5 624	-	-	-	-	19 513	(1 450)	18 063	23 687	3 893	17 000
Infrastructure - Road transport	5 500	-	-	-	-	-	-	-	5 500	8 000	5 000
Infrastructure - Electricity	300	-	-	-	-	4 615	-	4 615	4 915	322	2 678
Infrastructure - Sanitation	26 067	-	-	-	-	(3 806)	-	(3 806)	22 261	17 691	-
Infrastructure - Other	-	-	-	-	-	-	1 450	1 450	1 450	-	-
Infrastructure	37 492	-	-	-	-	20 321	-	20 321	57 813	29 907	24 678
Community	695	-	-	-	-	2 978	-	2 978	3 673	-	3 057
Heritage assets	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-	-
Other assets	3 120	-	-	-	-	-	302	302	3 422	-	-
Agricultural Assets	-	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-	-	-
TOTAL CAPITAL EXPENDITURE to be adjusted	41 307	-	-	-	-	23 299	302	23 601	64 907	29 907	27 734
ASSET REGISTER SUMMARY - PPE (WDV)											
Infrastructure - Road transport	503 380	-	-	-	-	19 513	(325 293)	(305 780)	197 600	192 765	199 018
Infrastructure - Electricity	90 648	-	-	-	-	-	(3 602)	(3 602)	87 045	91 756	92 810
Infrastructure - Water	85 933	-	-	-	-	4 615	(5 471)	(856)	85 077	79 322	75 582
Infrastructure - Sanitation	115 264	-	-	-	-	(3 806)	(15 380)	(19 187)	96 077	110 670	104 398
Infrastructure - Other	-	-	-	-	-	-	1 450	1 450	1 450	-	-
Infrastructure	795 224	-	-	-	-	20 321	(348 296)	(327 976)	467 249	474 513	471 807
Community	59 530	-	-	-	-	2 978	370 282	373 260	432 790	427 045	424 047
Heritage assets	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	5 575	5 575	5 575	5 575	5 575
Other assets	6 555	-	-	-	-	-	10 373	10 373	16 928	12 878	11 603
Intangibles	2 497	-	-	-	-	-	-	-	2 497	2 497	2 497
Agricultural Assets	-	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-	-
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	863 807	-	-	-	-	23 299	37 933	61 232	925 039	922 509	915 530

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
EXPENDITURE OTHER ITEMS											
Depreciation & asset impairment	30 604	-	-	-	-	-	-	-	30 604	32 437	34 714
Repairs and Maintenance by asset class	34 310	-	-	-	-	-	132	132	34 442	36 435	38 869
Infrastructure - Road transport	8 869	-	-	-	-	-	-	-	8 869	9 477	10 127
Infrastructure - Electricity	8 200	-	-	-	-	-	-	-	8 200	8 667	9 269
Infrastructure - Water	11 105	-	-	-	-	-	(200)	(200)	10 905	11 837	12 618
Infrastructure - Sanitation	3 516	-	-	-	-	-	-	-	3 516	3 752	4 003
Infrastructure - Other	-	-	-	-	-	-	-	-	-	-	-
Infrastructure	31 689	-	-	-	-	-	(200)	(200)	31 489	33 732	36 016
Community	398	-	-	-	-	-	(60)	(60)	338	419	442
Heritage assets	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-	-
Other assets	2 223	-	-	-	-	-	392	392	2 615	2 284	2 410
TOTAL EXPENDITURE OTHER ITEMS to be adjus	64 914	-	-	-	-	-	132	132	65 046	68 872	73 582
% of capital exp on renewal of assets	80.2%	0.0%							84.8%	72.2%	64.9%
Renewal of existing assets as % of deprecn	108.2%	0.0%							179.8%	66.5%	51.9%
R&M as a % of PPE	4.0%	0.0%							3.7%	3.9%	4.2%
Renewal and R&M as a % of PPE	7.8%	0.0%							9.7%	6.3%	6.2%

Explanatory notes to Table B9 - Adjustment Asset Management

- Table B9 provides an overview of municipal capital allocations to building new assets and the renewal of existing assets, as well as spending on repairs and maintenance by asset class.



Figure 3 Capital by standard classification

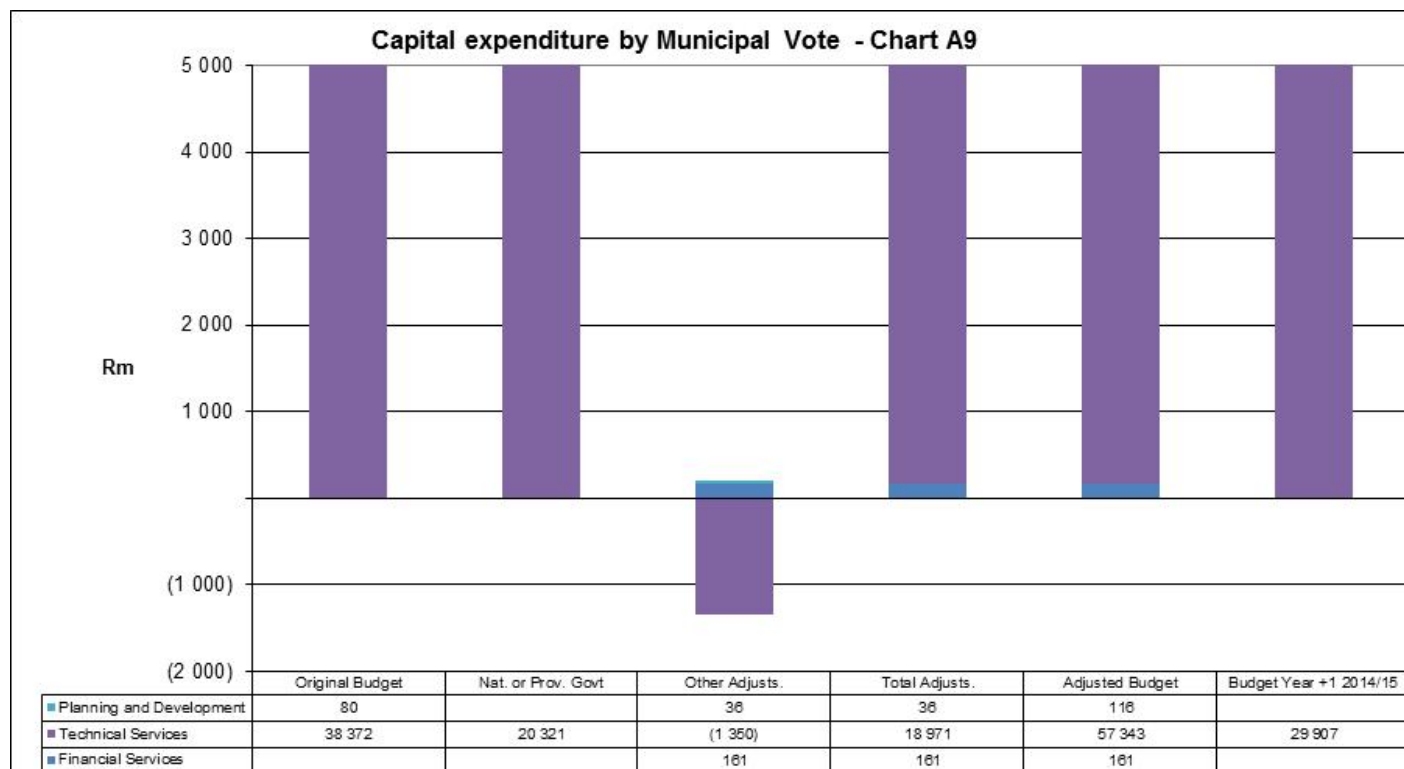


Table 16 MBRR Table B10 - Basic Service Delivery Measurement

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
	A	7 A1	8 B	9 C	10 D	11 E	12 F	13 G	14 H		
Household service targets											
Water:											
Piped water inside dwelling	7292							-	7	7677	7677
Piped water inside yard (but not in dwelling)	8285							-	8	8285	8285
Using public tap (at least min.service level)	1265							-	1	880	880
Other water supply (at least min.service level)	684							-	1	1	1
Minimum Service Level and Above sub-total	18	-	-	-	-	-	-	-	18	18	18
Using public tap (< min.service level)								-	-		
Other water supply (< min.service level)								-	-		
No water supply								-	-		
Below Minimum Service Level sub-total	-	-	-	-	-	-	-	-	-	-	-
Total number of households	18	-	-	-	-	-	-	-	18	18	18
Sanitation/sewerage:											
Flush toilet (connected to sewerage)	16020							-	16 020	16020	16673
Flush toilet (with septic tank)	319							-	319	319	319
Chemical toilet	983							-	983	983	330
Pit toilet (ventilated)								-	-		
Other toilet provisions (> min.service level)	204							-	204	204	204
Minimum Service Level and Above sub-total	17 526	-	-	-	-	-	-	-	17 526	17 526	17 526
Bucket toilet								-	-		
Other toilet provisions (< min.service level)								-	-		
No toilet provisions								-	-		
Below Minimum Service Level sub-total	-	-	-	-	-	-	-	-	-	-	-
Total number of households	17 526	-	-	-	-	-	-	-	17 526	17 526	17 526
Energy:											
Electricity (at least min. service level)	6020							-	6 020	6020	6020
Electricity - prepaid (> min.service level)	12124							-	12 124	14124	14124
Minimum Service Level and Above sub-total	18 144	-	-	-	-	-	-	-	18 144	20 144	20 144
Electricity (< min.service level)								-	-		
Electricity - prepaid (< min. service level)								-	-		
Other energy sources								-	-		
Below Minimum Service Level sub-total	-	-	-	-	-	-	-	-	-	-	-
Total number of households	18 144	-	-	-	-	-	-	-	18 144	20 144	20 144
Refuse:											
Removed at least once a week (min.service)	17525							-	17 525	17525	17525
Minimum Service Level and Above sub-total	17 525	-	-	-	-	-	-	-	17 525	17 525	17 525
Removed less frequently than once a week								-	-		
Using communal refuse dump								-	-		
Using own refuse dump								-	-		
Other rubbish disposal								-	-		
No rubbish disposal								-	-		
Below Minimum Service Level sub-total	-	-	-	-	-	-	-	-	-	-	-
Total number of households	17 525	-	-	-	-	-	-	-	17 525	17 525	17 525
Households receiving Free Basic Service											
Water (6 kilolitres per household per month)	5050							-	5 050	5050	5050
Sanitation (free minimum level service)	5050							-	5 050	5050	5050
Electricity/other energy (50kwh per household per month)	5050							-	5 050	5050	5050
Refuse (removed at least once a week)	5050							-	5 050	5050	5050
Cost of Free Basic Services provided (R'000)											
Water (6 kilolitres per household per month)							5 454	5 454	5 454	5 836	6 244
Sanitation (free sanitation service)							1 201	1 201	1 201	1 285	1 375
Electricity/other energy (50kwh per household per month)							-	-	-	-	-
Refuse (removed once a week)							-	-	-	-	-
Total cost of FBS provided (minimum social p	-	-	-	-	-	-	6 655	6 655	6 655	7 121	7 619
Highest level of free service provided											
Property rates (R'000 value threshold)								-	-		
Water (kilolitres per household per month)	6							-	6	6	6
Sanitation (kilolitres per household per month)								-	-		
Sanitation (Rand per household per month)	85.29							-	85	92.75	100.86
Electricity (kw per household per month)	75							-	75	75	75
Refuse (average litres per week)								-	-		
Revenue cost of free services provided (R'000)											
Property rates (R15 000 threshold rebate)								-	-		
Property rates (other exemptions, reductions and	6 800							-	6 800	7 500	8 100
Water	2 500							-	2 500	2 825	3 200
Sanitation	2 100							-	2 100	2 200	2 200
Electricity/other energy	3 600							-	3 600	3 800	4 100
Refuse	1 500							-	1 500	1 600	1 700
Municipal Housing - rental rebates								-	-		
Housing - top structure subsidies								-	-		
Other								-	-		
Total revenue cost of free services provided (to	16 500	-	-	-	-	-	-	-	16 500	17 925	19 300

Table 17MBRR Table SB 1 - Supporting detail to 'Adjustment Budgeted Financial Performance'

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 6 A1	Accum. Funds 7 B	Multi-year capital 8 C	Unfore. Unavoid. 9 D	Nat. or Prov. Govt 10 E	Other Adjusts. 11 F	Total Adjusts. 12 G	Adjusted Budget 13 H	Adjusted Budget	Adjusted Budget
R thousands	A										
REVENUE ITEMS											
Property rates											
Total Property Rates	29 100						900	900	30 000	31 326	33 400
less Revenue Foregone								-	-		
Net Property Rates	29 100	-	-	-	-	-	900	900	30 000	31 326	33 400
Service charges - electricity revenue											
Total Service charges - electricity revenue	84 000						3 200	3 200	87 200	95 600	103 220
less Revenue Foregone	1 400							-	1 400	1 500	1 600
Net Service charges - electricity revenue	82 600	-	-	-	-	-	3 200	3 200	85 800	94 100	101 620
Service charges - water revenue											
Total Service charges - water revenue	37 500							-	37 500	42 375	48 780
less Revenue Foregone								-	-		
Net Service charges - water revenue	37 500	-	-	-	-	-	-	-	37 500	42 375	48 780
Service charges - sanitation revenue											
Total Service charges - sanitation revenue	11 000							-	11 000	11 900	13 100
less Revenue Foregone								-	-		
Net Service charges - sanitation revenue	11 000	-	-	-	-	-	-	-	11 000	11 900	13 100
Service charges - refuse revenue											
Total refuse removal revenue	6 900							-	6 900	7 400	8 060
Total landfill revenue								-	-		
less Revenue Foregone								-	-		
Net Service charges - refuse revenue	6 900	-	-	-	-	-	-	-	6 900	7 400	8 060
Other Revenue By Source											
Fuel levy								-	-		
Other revenue	6 861						(779)	(779)	6 082	7 147	7 328
Total 'Other' Revenue	6 861	-	-	-	-	-	(779)	(779)	6 082	7 147	7 328
EXPENDITURE ITEMS											
Employee related costs											
Basic Salaries and Wages	70 877						2 388	2 388	73 265	74 339	79 543
Pension and UIF Contributions	13 803						(155)	(155)	13 648	14 847	15 887
Medical Aid Contributions	3 011						389	389	3 399	3 207	3 432
Overtime	3 473						842	842	4 315	3 716	3 976
Performance Bonus								-	-		
Motor Vehicle Allowance	4 994						571	571	5 565	5 329	5 693
Cellphone Allowance	16						(6)	(6)	10		
Housing Allowances	152						11	11	163	162	174
Other benefits and allowances	1 828						212	212	2 040	1 966	2 104
Payments in lieu of leave	1 200							-	1 200	1 000	1 100
Long service awards								-	-		
Post-retirement benefit obligations	2 490						2 000	2 000	4 490	2 644	2 815
<i>sub-total</i>	101 842	-	-	-	-	-	6 251	6 251	108 094	107 211	114 723
Less: Employees costs capitalised to PPE								-	-		
Total Employee related costs	101 842	-	-	-	-	-	6 251	6 251	108 094	107 211	114 723

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 6	Accum. Funds 7	Multi-year capital 8	Unfore. Unavoid. 9	Nat. or Prov. Govt 10	Other Adjusts. 11	Total Adjusts. 12	Adjusted Budget 13	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Depreciation & asset impairment											
Depreciation of Property, Plant & Equipment	30 604							-	30 604	32 437	34 714
Lease amortisation								-	-		
Capital asset impairment								-	-		
Depreciation resulting from revaluation of PPE								-	-		
Total Depreciation & asset impairment	30 604	-	-	-	-	-	-	-	30 604	32 437	34 714
Bulk purchases											
Electricity	79 500						1 000	1 000	80 500	85 860	91 729
Water	8 500						(1 500)	(1 500)	7 000	9 605	10 854
Total bulk purchases	88 000	-	-	-	-	-	(500)	(500)	87 500	95 465	102 582
Contracted services											
Security costs	5 880							-	5 880	6 198	6 532
Legal Services	2 475							-	2 475		
sub-total	8 355	-	-	-	-	-	-	-	5 880	6 198	6 532
Allocations to organs of state:											
Electricity								-	-		
Water								-	-		
Sanitation								-	-		
Other								-	-		
Total contracted services	8 355	-	-	-	-	-	-	-	5 880	6 198	6 532
Other Expenditure By Type											
Repairs and maintenance								-	-		
Collection costs								-	-		
Contributions to 'other' provisions								-	-		
Consultant fees	3 934						218	218	4 152	4 014	4 069
Audit fees	2 569							-	2 569	2 765	2 919
General expenses	31 329						(469)	(469)	30 860	32 798	34 429
Total Other Expenditure	37 832	-	-	-	-	-	(252)	(252)	37 581	39 576	41 418

Table 18 MBRR Table SB2 - Supporting detail to 'Adjustment Budgeted Financial Position'

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
ASSETS											
Call investment deposits											
Call deposits < 90 days	21 000						(1 500)	(1 500)	19 500	22 000	23 000
Other current investments > 90 days	900								900	900	900
Total Call investment deposits	21 900	-	-	-	-	-	(1 500)	(1 500)	20 400	22 900	23 900
Consumer debtors											
Consumer debtors	135 000								135 000	140 000	145 000
Less: provision for debt impairment	47 829	-	-	-	-	-	(5 458)	(5 458)	42 371	50 371	56 371
Total Consumer debtors	87 171	-	-	-	-	-	5 458	5 458	92 629	89 629	88 629
Debt impairment provision											
Balance at the beginning of the year	37 829						(10 458)	(10 458)	27 371	42 371	50 371
Contributions to the provision	10 000						5 000	5 000	15 000	8 000	6 000
Bad debts written off									-		
Balance at end of year	47 829	-	-	-	-	-	(5 458)	(5 458)	42 371	50 371	56 371
Property, plant & equipment											
PPE at cost/valuation (excl. finance leases)	1 055 138						66 318	66 318	1 121 456	1 151 363	1 179 097
Leases recognised as PPE							2 147	2 147	2 147	1 647	1 147
Less: Accumulated depreciation	193 829						12 808	12 808	206 637	238 573	272 787
Total Property, plant & equipment	861 309	-	-	-	-	-	55 657	55 657	916 966	914 437	907 458
LIABILITIES											
Current liabilities - Borrowing											
Short term loans (other than bank overdraft)	394						(394)	(394)	(0)		
Current portion of long-term liabilities	1 439						394	394	1 833	425	299
Total Current liabilities - Borrowing	1 833	-	-	-	-	-	-	-	1 833	425	299
Trade and other payables											
Creditors	26 064						10 000	10 000	36 064	27 523	28 066
Unspent conditional grants and receipts	8 936						7 290	7 290	16 227	7 477	6 934
VAT	15 000						10 000	10 000	25 000	26 000	28 000
Total Trade and other payables	50 000	-	-	-	-	-	27 290	27 290	77 290	61 000	63 000
Non current liabilities - Borrowing											
Borrowing	982								982	557	259
Finance leases (including PPP asset element)	-								-		
Total Non current liabilities - Borrowing	982	-	-	-	-	-	-	-	982	557	259
Provisions - non current											
Retirement benefits	25 700						3 500	3 500	29 200	31 500	33 000
List other major items									-		
Refuse landfill site rehabilitation	7 600						16 000	16 000	23 600	28 000	30 000
Other	2 700						1 000	1 000	3 700	4 300	5 000
Total Provisions - non current	36 000	-	-	-	-	-	20 500	20 500	56 500	63 800	68 000
CHANGES IN NET ASSETS											
Accumulated surplus/(Deficit)											
Accumulated surplus/(Deficit) - opening balance	911 032						(20 562)	(20 562)	890 471	929 613	916 678
Appropriations to Reserves									-		
Transfers from Reserves									-		
Depreciation offsets									-		
Other adjustments	(7 233)						39 833	39 833	32 600		
Accumulated Surplus/(Deficit)	903 800	-	-	-	-	-	19 271	19 271	923 071	929 613	916 678
Reserves											
Housing Development Fund	483								483	483	483
Capital replacement									-		
Self-insurance									-		
Other reserves (list)									-		
Revaluation									-		
Total Reserves	483	-	-	-	-	-	-	-	483	483	483
TOTAL COMMUNITY WEALTH/EQUITY	904 283	-	-	-	-	-	19 271	19 271	923 554	930 096	917 161

Table 19 MBRR Table SB4 - Performance indicators and benchmarks

Description of financial indicator	Basis of calculation	2011/12	2012/13	2013/14	Budget Year 2014/15			Budget Year +1 2015/16	Budget Year +2 2016/17
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Adjusted Budget	Adjusted Budget
<u>Borrowing Management</u>									
Credit Rating	Short term/long term rating								
Capital Charges to Operating Expenditure	Interest & Principal Paid /Operating Expenditure	-0.3%	1.6%	1.5%	1.2%	0.0%	1.3%	1.4%	1.3%
Borrowed funding of 'own' capital expenditure	Borrowing/Capital expenditure ex cl. transfers and grants	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
<u>Safety of Capital</u>									
Gearing	Long Term Borrowing/ Funds & Reserves	1142.4%	1038.4%	284.7%	203.3%	0.0%	203.3%	115.4%	53.5%
<u>Liquidity</u>									
Current Ratio	Current assets/current liabilities	1.59	1.69	1.50	238.5%	0.0%	162.8%	207.5%	201.3%
Current Ratio adjusted for aged debtors	Current assets/current liabilities less debtors > 90 days/current liabilities	1.59	1.69	0.56	1544.4%	0.0%	0.0%	0.0%	0.0%
Liquidity Ratio	Monetary Assets/Current Liabilities	0.79	0.70	0.38	0.6	0.0	0.4	0.5	0.5
<u>Revenue Management</u>									
Annual Debtors Collection Rate (Payment Level %)	Last 12 Mths Receipts/ Last 12 Mths Billing	91.2%	86.7%	78.0%					
Outstanding Debtors to Revenue	Total Outstanding Debtors to Annual Revenue	26.9%	35.1%	40.7%	37.7%	0.0%	39.3%	36.4%	33.6%
Longstanding Debtors Recovered	Debtors > 12 Mths Recovered/Total Debtors > 12 Months Old				0.0%	0.0%	0.0%	0.0%	0.0%
<u>Creditors Management</u>									
Creditors System Efficiency	% of Creditors Paid Within Terms (within MFMA s 65(e))								
Creditors to Cash		60.9%	50.7%		102.2%	0.0%	438.5%	186.9%	133.1%
<u>Other Indicators</u>									
Electricity Distribution Losses (2)	Total Volume Losses (kW) Total Cost of Losses (Rand '000)								
Water Distribution Losses (2)	Total Volume Losses (kℓ) Total Cost of Losses (Rand '000)			1134191 11 864					
Employee costs	Employee costs/(Total Revenue - capital revenue)	33.4%	33.3%	41.1%	40.2%	0.0%	42.1%	39.7%	39.8%
Repairs & Maintenance	R&M/(Total Revenue excluding capital revenue)	4.3%	10.1%	13.4%	13.5%	0.0%	13.4%	13.5%	13.5%
Finance charges & Depreciation	FC&D/(Total Revenue - capital revenue)	17.4%	12.5%	20.1%	13.3%	0.0%	13.3%	13.4%	13.3%
<u>IDP regulation financial viability indicators</u>									
i. Debt coverage	(Total Operating Revenue - Operating Grants)/Debt service payments due within financial year)	12.48	75.30	3628.0%	4475.8%	0.0%	4558.8%	4909.8%	5363.8%
ii. O/S Service Debtors to Revenue	Total outstanding service debtors/annual revenue received for services	42.9%	57.3%		34.4%	0.0%	36.1%	33.2%	30.7%
iii. Cost coverage	(Available cash + Investments)/monthly fixed operational expenditure	4.37	4.34	1.6%	2.4	0.0	0.8	1.6	2.1

Table 20 MBRR Table SB5 - Social, economic and demographic statistics and assumptions

Description of economic indicator	Ref.	1996 Census	2001 Census	2007 Survey	2011/12	2012/13	2013/14	Current year	Original Budget	Adjusted Budget
Demographics										
Population			72 762	52 602						
Females aged 5 - 14			7 450	4 635			10 419		10 419	
Males aged 5 - 14			3 830	5 353			10 709		10 709	
Females aged 15 - 34			3 831	9 549			11 989		11 989	
Males aged 15 - 34			13 987	10 258			13 484		13 484	
Unemployment										
Monthly Household income (no. of households)										
None	1, 12		3 236	454						
R1 - R1 600										
R1 601 - R3 200										
R3 201 - R6 400										
R6 401 - R12 800										
R12 801 - R25 600										
R25 601 - R51 200										
R52 201 - R102 400										
R102 401 - R204 800										
R204 801 - R409 600										
R409 601 - R819 200										
> R819 200										
Poverty profiles (no. of households)										
< R2 060 per household per month	13		18 020	9 590						
Insert description	2									
Household/demographics (000)										
Number of people in municipal area			72 810	52 602						
Number of poor people in municipal area			18 020	9 590						
Number of households in municipal area			20 965	15 826						
Number of poor households in municipal area			3 050	450						
Definition of poor household (R per month)										
Housing statistics										
Formal	3		10 081	9 441						
Informal			7 327	4 193						
Total number of households		-	17 408	13 634	-	-	-	-	-	-
Dwellings provided by municipality	4									
Dwellings provided by province/s										
Dwellings provided by private sector	5									
Total new housing dwellings		-	-	-	-	-	-	-	-	-
Economic										
Inflation/inflation outlook (CPIX)	6						5.5%			
Interest rate - borrowing										
Interest rate - investment										
Remuneration increases							7.0%			
Consumption growth (electricity)							4.0%			
Consumption growth (water)										
Collection rates										
Property tax/service charges	7				%	%	%	%	%	%
Rental of facilities & equipment					%	%	%	%	%	%
Interest - external investments					%	%	100.0%	%	%	%
Interest - debtors					%	%	%	%	%	%
Revenue from agency services					%	%	100.0%	%	%	%

Table 21 MBRR Table SB6 - Funding measurement

Description	MFMA section	2011/12	2012/13	2013/14	Medium Term Revenue and Expenditure Framework				
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Prior Adjusted	Adjusted Budget	Budget Year +1 2015/16	Budget Year +2 2016/17
R thousands									
Funding measures									
Cash/cash equivalents at the year end - R'000	18(1)b	61 239	61 859	34 769	48 927	–	17 628	32 637	47 320
Cash + investments at the yr end less applications - R'000	18(1)b	51 083	62 796		48 927	–	37 896	67 831	82 452
Cash year end/monthly employee/supplier payments	18(1)b	4.37	4.34		0	–	0	0	0
Surplus/(Deficit) excluding depreciation offsets: R'000	18(1)	(1 182)	24 950	(14 998)	(7 233)	–	8 555	(9 675)	(11 793)
Service charge rev % change - macro CPIX target exclusive	18(1)a,(2)	7%	2.0%	6.6%	0.0%	0.0%	0.0%	3.3%	3.5%
Cash receipts % of Ratepayer & Other revenue	18(1)a,(2)	0.0%	0.0%	0.0%	85.8%	0.0%	85.8%	85.0%	84.9%
Debt impairment expense as a % of total billable revenue	18(1)a,(2)	3.3%	0.9%	1.6%	6.0%	0.0%	8.8%	4.3%	2.9%
Capital payments % of capital expenditure	18(1)c;19	0.0%	122.3%		74.9%	0.0%	0.0%	0.0%	0.0%
Borrowing receipts % of capital expenditure (excl. transfers)	18(1)c	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
Grants % of Govt. legislated/gazetted allocations	18(1)a				100.0%	0.0%	123.3%	0.0%	0.0%
Current consumer debtors % change - incr(decr)	18(1)a	71.6%	44.0%					-2.5%	-1.5%
Long term receivables % change - incr(decr)	18(1)a	58.7%	88.1%					0.0%	0.0%
R&M % of Property Plant & Equipment	20(1)(vi)	1.0%	2.6%	3.5%	4.0%	0.0%	3.7%	3.9%	4.2%
Asset renewal % of capital budget	20(1)(vi)	70.0%	63.3%		80.2%	0.0%	84.8%	72.2%	64.9%

Table 22 MBRR Table SB7 – Adjustments Budget Transfers and grant receipts

Description	Budget Year 2014/15							Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 7	Multi-year capital 8	Nat. or Prov. Govt 9	Other Adjusts. 10	Total Adjusts. 11	Adjusted Budget 12	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F		
RECEIPTS:									
Operating Transfers and Grants									
National Government:	64 267	–	–	–	–	–	64 267	60 217	58 972
Local Government Equitable Share	58 643					–	58 643	56 447	55 057
Finance Management	1 600					–	1 600	1 650	1 700
Municipal Systems Improvement	934					–	934	967	1 018
EPWP Incentive	1 502					–	1 502		
						–	–		
						–	–		
Municipal Infrastructure Grant	1 588					–	1 588	1 153	1 197
Provincial Government:	–	–	–	–	–	–	–	–	–
						–	–		
						–	–		
						–	–		
Other transfers and grants [insert description]						–	–		
District Municipality:	–	–	–	–	–	–	–	–	–
[insert description]						–	–		
						–	–		
Other grant providers:	–	–	–	–	–	–	–	–	–
[insert description]						–	–		
						–	–		
Total Operating Transfers and Grants	64 267	–	–	–	–	–	64 267	60 217	58 972
Capital Transfers and Grants									
National Government:	35 776	–	–	–	–	–	35 776	29 907	27 734
Municipal Infrastructure Grant (MIG)	30 776					–	30 776	21 907	22 734
Integrated National Electrification Programme	5 000					–	5 000	8 000	5 000
						–	–		
						–	–		
Other capital transfers [insert description]						–	–		
Provincial Government:	–	–	–	–	–	–	–	–	–
						–	–		
[insert description]						–	–		
District Municipality:	–	–	–	–	–	–	–	–	–
[insert description]						–	–		
						–	–		
Other grant providers:	–	–	–	–	–	–	–	–	–
[insert description]						–	–		
						–	–		
Total Capital Transfers and Grants	35 776	–	–	–	–	–	35 776	29 907	27 734
TOTAL RECEIPTS OF TRANSFERS & GRANTS	100 043	–	–	–	–	–	100 043	90 124	86 706

Table 23 MBRR Table SB8 – Adjustments Budget Expenditure on transfers and grant programme

Description	Budget Year 2014/15							Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted	Multi-year capital	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands	A	2 A1	3 B	4 C	5 D	6 E	7 F		
EXPENDITURE ON TRANSFERS AND GRANT PROGRAM:									
Operating expenditure of Transfers and Grants									
National Government:	64 267	–	–	–	–	–	64 267	60 217	58 972
Local Government Equitable Share	58 643					–	58 643	56 447	55 057
Finance Management	1 600					–	1 600	1 650	1 700
Municipal Systems Improvement	934					–	934	967	1 018
EPWP Incentive	1 502					–	1 502		
						–	–		
						–	–		
Municipal Infrastructure Grant	1 588					–	1 588	1 153	1 197
Provincial Government:	–	–	–	–	–	–	–	–	–
						–	–		
						–	–		
						–	–		
Other transfers and grants [insert description]						–	–		
District Municipality:	–	–	–	–	–	–	–	–	–
[insert description]						–	–		
						–	–		
Other grant providers:	–	–	–	–	–	–	–	–	–
[insert description]						–	–		
						–	–		
Total operating expenditure of Transfers and Grants:	64 267	–	–	–	–	–	64 267	60 217	58 972
Capital expenditure of Transfers and Grants									
National Government:	35 776	–	–	23 299	–	23 299	59 075	29 907	27 734
Municipal Infrastructure Grant (MIG)	30 776			23 299		23 299	54 075	21 907	22 734
Integrated National Electrification Programme	5 000					–	5 000	8 000	5 000
						–	–		
						–	–		
Other capital transfers [insert description]						–	–		
Provincial Government:	–	–	–	–	–	–	–	–	–
						–	–		
[insert description]						–	–		
District Municipality:	–	–	–	–	–	–	–	–	–
[insert description]						–	–		
						–	–		
Other grant providers:	–	–	–	–	–	–	–	–	–
[insert description]						–	–		
						–	–		
Total capital expenditure of Transfers and Grants	35 776	–	–	23 299	–	23 299	59 075	29 907	27 734
Total capital expenditure of Transfers and Grants	100 043	–	–	23 299	–	23 299	123 342	90 124	86 706

Table 24 MBRR Table SB9 – Adjustments Budget - Reconciliation of transfers, grant receipts and unspent funds

Description	Budget Year 2014/15							Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 2	Multi-year capital 3	Nat. or Prov. Govt 4	Other Adjusts. 5	Total Adjusts. 6	Adjusted Budget 7	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F		
Operating transfers and grants:									
National Government:									
Balance unspent at beginning of the year						-	-		
Current year receipts	64 267					-	64 267	60 217	58 972
Conditions met - transferred to revenue	64 267	-	-	-	-	-	64 267	60 217	58 972
Conditions still to be met - transferred to liabilities						-	-		
Provincial Government:									
Balance unspent at beginning of the year						-	-		
Current year receipts						-	-		
Conditions met - transferred to revenue	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities						-	-		
District Municipality:									
Balance unspent at beginning of the year						-	-		
Current year receipts						-	-		
Conditions met - transferred to revenue	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities						-	-		
Other grant providers:									
Balance unspent at beginning of the year						-	-		
Current year receipts						-	-		
Conditions met - transferred to revenue	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities						-	-		
Total operating transfers and grants revenue	64 267	-	-	-	-	-	64 267	60 217	58 972
Total operating transfers and grants - CTBM	-	-	-	-	-	-	-	-	-
Capital transfers and grants:									
National Government:									
Balance unspent at beginning of the year				23 299		23 299	23 299		
Current year receipts	35 776					-	35 776	29 907	27 734
Conditions met - transferred to revenue	35 776	-	-	23 299	-	23 299	59 075	29 907	27 734
Conditions still to be met - transferred to liabilities						-	-		
Provincial Government:									
Balance unspent at beginning of the year						-	-		
Current year receipts						-	-		
Conditions met - transferred to revenue	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities						-	-		
District Municipality:									
Balance unspent at beginning of the year						-	-		
Current year receipts						-	-		
Conditions met - transferred to revenue	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities						-	-		
Other grant providers:									
Balance unspent at beginning of the year						-	-		
Current year receipts						-	-		
Conditions met - transferred to revenue	-	-	-	-	-	-	-	-	-
Conditions still to be met - transferred to liabilities						-	-		
Total capital transfers and grants revenue	35 776	-	-	23 299	-	23 299	59 075	29 907	27 734
Total capital transfers and grants - CTBM	-	-	-	-	-	-	-	-	-
TOTAL TRANSFERS AND GRANTS REVENUE	100 043	-	-	23 299	-	23 299	123 342	90 124	86 706
TOTAL TRANSFERS AND GRANTS - CTBM	-	-	-	-	-	-	-	-	-

Table 25 MBRR Table SB 10 – Adjustment Budget - Transfers and grants made by the municipality

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 6	Accum. Funds 7	Multi-year capital 8	Unfore. Unavoid. 9	Nat. or Prov. Govt 10	Other Adjusts. 11	Total Adjusts. 12	Adjusted Budget 13	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Cash transfers to other municipalities											
[insert description]								-	-		
[insert description]								-	-		
[insert description]								-	-		
TOTAL ALLOCATIONS TO MUNICIPALITIES:	-	-	-	-	-	-	-	-	-	-	-
Cash transfers to Entities/Other External Mechanisms											
[insert description]								-	-		
[insert description]								-	-		
[insert description]								-	-		
TOTAL ALLOCATIONS TO ENTITIES/EMS'	-	-	-	-	-	-	-	-	-	-	-
Cash transfers to other Organs of State											
[insert description]								-	-		
[insert description]								-	-		
[insert description]								-	-		
TOTAL ALLOCATIONS TO OTHER ORGANS OF STATE:	-	-	-	-	-	-	-	-	-	-	-
Cash transfers to other Organisations											
[insert description]								-	-		
[insert description]								-	-		
[insert description]								-	-		
TOTAL CASH TRANSFERS TO OTHER ORGANISATIONS:	-	-	-	-	-	-	-	-	-	-	-
TOTAL CASH TRANSFERS	-	-	-	-	-	-	-	-	-	-	-
Non-cash transfers to other municipalities											
[insert description]								-	-		
[insert description]								-	-		
[insert description]								-	-		
TOTAL ALLOCATIONS TO MUNICIPALITIES:	-	-	-	-	-	-	-	-	-	-	-
Non-cash transfers to Entities/Other External Mechanisms											
[insert description]								-	-		
[insert description]								-	-		
[insert description]								-	-		
TOTAL ALLOCATIONS TO ENTITIES/EMS'	-	-	-	-	-	-	-	-	-	-	-
Non-cash transfers to other Organs of State											
[insert description]								-	-		
[insert description]								-	-		
[insert description]								-	-		
TOTAL ALLOCATIONS TO OTHER ORGANS OF STATE:	-	-	-	-	-	-	-	-	-	-	-
Non-cash transfers to other Organisations											
[insert description]								-	-		
[insert description]								-	-		
[insert description]								-	-		
TOTAL NON-CASH TRANSFERS TO OTHER ORGANISATIONS:	-	-	-	-	-	-	-	-	-	-	-
TOTAL NON-CASH TRANSFERS	-	-	-	-	-	-	-	-	-	-	-
TOTAL TRANSFERS	-	-	-	-	-	-	-	-	-	-	-

Table 26 MBRR Table SB11 – Adjustments Budget - Summary councillor and staff benefits

Summary of remuneration	Budget Year 2014/15									% change
	Original Budget	Prior Adjusted	Accum. Funds	Multi-year capital	Unfore. Unavoid.	Nat. or Prov. Govt	Other Adjusts.	Total Adjusts.	Adjusted Budget	
R thousands	A	5 A1	6 B	7 C	8 D	9 E	10 F	11 G	12 H	
Councillors (Political Office Bearers plus Other)										
Basic Salaries and Wages	4 277							–	4 277	0.0%
Pension and UIF Contributions	561							–	561	0.0%
Medical Aid Contributions	128							–	128	0.0%
Motor Vehicle Allowance	1 475							–	1 475	0.0%
Cellphone Allowance	378							–	378	
Housing Allowances								–	–	
Other benefits and allowances	38							–	38	
Sub Total - Councillors	6 855	–			–		–	–	6 855	0.0%
% increase		(0)							–	
Senior Managers of the Municipality										
Basic Salaries and Wages	4 008						(729)	(729)	3 279	-18.2%
Pension and UIF Contributions	767						(70)	(70)	697	-9.1%
Medical Aid Contributions	132						1	1	133	0.8%
Overtime								–	–	
Performance Bonus								–	–	
Motor Vehicle Allowance	971						(315)	(315)	656	-32.5%
Cellphone Allowance								–	–	
Housing Allowances								–	–	
Other benefits and allowances	49						1	1	50	
Payments in lieu of leave								–	–	
Long service awards								–	–	
Post-retirement benefit obligations								–	–	
Sub Total - Senior Managers of Municipality	5 927	–	–		–		(1 112)	(1 112)	4 815	-18.8%
% increase		(0)							(0)	
Other Municipal Staff										
Basic Salaries and Wages	66 869						3 117	3 117	69 986	4.7%
Pension and UIF Contributions	13 035						(85)	(85)	12 950	-0.7%
Medical Aid Contributions	2 879						388	388	3 266	13.5%
Overtime	3 473						842	842	4 315	24.2%
Performance Bonus								–	–	
Motor Vehicle Allowance	4 023						886	886	4 909	22.0%
Cellphone Allowance	16						(6)	(6)	10	-37.5%
Housing Allowances	152						11	11	163	
Other benefits and allowances	1 779						211	211	1 990	
Payments in lieu of leave	1 200							–	1 200	0.0%
Long service awards								–	–	
Post-retirement benefit obligations	2 490						2 000	2 000	4 490	80.3%
Sub Total - Other Municipal Staff	95 915	–	–	–	–	–	7 364	7 364	103 279	7.7%
% increase										
Total Parent Municipality	108 697	–	–	–	–	–	6 251	6 251	114 949	5.8%
COUNCILLOR ALLOWANCES, EMPLOYEE REMUNERATION & ENTITY REMUNERATION	108 697	–	–	–	–	–	6 251	6 251	114 949	5.8%
% increase										
TOTAL MANAGERS AND STAFF	101 842	–	–	–	–	–	6 251	6 251	108 094	6.1%

Table 27 MBRR Table SB12 – Adjustment Budgeted monthly revenue and expenditure (municipal vote)

Description	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands															
Revenue by Vote															
Vote 1 - EXECUTIVE AND COUNCIL	6 312	59	(2 057)	(95)	(204)	3 021	38	40	2 605	49	49	54	9 871	9 525	9 524
Vote 2 - BUDGET AND TREASURY	10 473	3 133	5 633	3 632	3 650	11 654	3 215	3 445	10 263	4 134	4 134	4 628	67 995	68 948	71 529
Vote 3 - SOCIAL SERVICES	1 900	1 808	667	1 365	1 007	2 379	1 623	1 739	2 439	2 087	2 087	2 319	21 423	15 971	19 843
Vote 4 - CORPORATE SERVICES	6	54	0	–	4	5	57	61	61	74	74	82	479	500	523
Vote 5 - TECHNICAL SERVICES	19 238	9 428	14 252	12 224	18 626	19 815	16 277	17 440	23 509	20 927	20 927	23 253	215 916	205 093	214 615
Vote 6 - PLANNING AND DEVELOPMENT	15	21	13	15	18	8	5	6	6	7	7	8	128	225	243
Vote 7 - [NAME OF VOTE 7]												–	–	–	–
Vote 8 - [NAME OF VOTE 8]												–	–	–	–
Vote 9 - [NAME OF VOTE 9]												–	–	–	–
Vote 10 - [NAME OF VOTE 10]												–	–	–	–
Vote 11 - [NAME OF VOTE 11]												–	–	–	–
Vote 12 - [NAME OF VOTE 12]												–	–	–	–
Vote 13 - [NAME OF VOTE 13]												–	–	–	–
Vote 14 - [NAME OF VOTE 14]												–	–	–	–
Vote 15 - [NAME OF VOTE 15]												–	–	–	–
Total Revenue by Vote	37 944	14 504	18 508	17 141	23 102	36 882	21 216	22 732	38 884	27 278	27 278	30 344	315 813	300 262	316 278
Expenditure by Vote															
Vote 1 - EXECUTIVE AND COUNCIL	3 020	913	(733)	1 125	921	1 139	1 624	1 624	3 182	1 624	1 624	21 588	37 652	29 428	28 564
Vote 2 - BUDGET AND TREASURY	1 898	2 381	694	1 874	1 257	1 726	1 686	1 686	1 686	1 686	1 686	2 107	20 364	20 367	21 584
Vote 3 - SOCIAL SERVICES	2 667	4 447	3 804	4 006	3 482	3 285	3 480	3 480	6 566	3 480	3 480	7 436	49 613	49 346	52 460
Vote 4 - CORPORATE SERVICES	1 001	1 675	1 588	1 613	1 344	2 137	1 295	1 295	1 295	1 295	1 295	1 619	17 451	17 532	18 477
Vote 5 - TECHNICAL SERVICES	11 170	6 088	23 956	13 150	12 203	4 255	12 995	12 995	23 720	12 995	12 995	26 914	173 434	182 838	195 865
Vote 6 - PLANNING AND DEVELOPMENT	532	773	604	561	526	599	824	824	824	824	824	1 030	8 744	10 426	11 121
Vote 7 - [NAME OF VOTE 7]												–	–	–	–
Vote 8 - [NAME OF VOTE 8]												–	–	–	–
Vote 9 - [NAME OF VOTE 9]												–	–	–	–
Vote 10 - [NAME OF VOTE 10]												–	–	–	–
Vote 11 - [NAME OF VOTE 11]												–	–	–	–
Vote 12 - [NAME OF VOTE 12]												–	–	–	–
Vote 13 - [NAME OF VOTE 13]												–	–	–	–
Vote 14 - [NAME OF VOTE 14]												–	–	–	–
Vote 15 - [NAME OF VOTE 15]												–	–	–	–
Total Expenditure by Vote	20 289	16 277	29 913	22 329	19 733	13 141	21 903	21 903	37 271	21 903	21 903	60 693	307 258	309 937	328 071
Surplus/ (Deficit)	17 655	(1 773)	(11 404)	(5 188)	3 369	23 741	(687)	828	1 612	5 375	5 375	(30 349)	8 555	(9 675)	(11 793)

Table 28 MBRR Table SB13 - Budgeted monthly revenue and expenditure (standard classification)

Description - Standard classification	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands															
Revenue - Standard															
<i>Governance and administration</i>	16 841	3 266	3 590	3 539	3 452	14 682	3 322	3 559	12 942	4 271	4 271	4 781	78 516	79 020	81 626
Executive and council	6 312	59	(2 057)	(95)	(204)	3 021	38	40	2 605	49	49	54	9 871	9 525	9 524
Budget and treasury office	10 473	3 133	5 633	3 632	3 650	11 654	3 215	3 445	10 263	4 134	4 134	4 628	67 995	68 948	71 529
Corporate services	56	74	14	2	6	7	69	74	74	89	89	98	650	546	573
<i>Community and public safety</i>	(646)	712	34	493	21	26	667	715	715	858	858	953	5 405	2 401	5 474
Community and social services	38	26	24	22	20	16	34	37	37	44	44	49	392	290	264
Sport and recreation	1	—	1	1	2	—	405	434	434	520	520	578	2 894	17	3 069
Public safety	(685)	685	9	469	—	10	228	245	245	293	293	326	2 119	2 094	2 140
Housing													—	—	—
Health													—	—	—
<i>Economic and environmental service</i>	976	85	2 142	321	244	1 128	3 248	3 480	3 480	4 176	4 176	4 640	28 097	8 980	22 349
Planning and development	15	130	264	15	148	131	146	157	157	188	188	209	1 747	1 378	1 440
Road transport	961	(45)	1 878	305	97	997	3 102	3 324	3 324	3 988	3 988	4 431	26 350	7 602	20 909
Environmental protection													—	—	—
<i>Trading services</i>	20 773	10 442	12 743	12 788	19 385	21 046	13 979	14 977	21 747	17 973	17 973	19 970	203 795	209 861	206 830
Electricity	10 098	5 731	7 841	7 745	6 291	11 964	7 208	7 723	10 498	9 267	9 267	10 297	103 929	116 077	120 494
Water	5 937	2 616	3 404	3 735	2 974	4 873	3 255	3 488	5 241	4 185	4 185	4 650	48 543	48 887	57 470
Waste water management	3 153	925	930	743	9 103	2 793	2 762	2 959	4 500	3 551	3 551	3 946	38 915	35 036	18 405
Waste management	1 585	1 171	568	566	1 018	1 415	754	808	1 508	969	969	1 077	12 409	9 861	10 460
<i>Other</i>													—	—	—
Total Revenue - Standard	37 944	14 504	18 508	17 141	23 102	36 882	21 216	22 732	38 884	27 278	27 278	30 344	315 813	300 262	316 278
Expenditure - Standard															
<i>Governance and administration</i>	5 919	4 968	1 565	4 618	3 528	5 001	4 623	4 623	6 181	4 623	4 623	25 336	75 608	67 477	68 783
Executive and council	3 020	913	(733)	1 125	921	1 139	1 624	1 624	3 182	1 624	1 624	21 588	37 652	29 428	28 564
Budget and treasury office	1 898	2 381	694	1 874	1 257	1 726	1 686	1 686	1 686	1 686	1 686	2 107	20 364	20 367	21 584
Corporate services	1 001	1 675	1 604	1 619	1 350	2 137	1 313	1 313	1 313	1 313	1 313	1 641	17 593	17 682	18 635
<i>Community and public safety</i>	1 756	2 468	2 250	2 095	1 914	2 058	2 000	2 000	5 026	2 000	2 000	5 526	31 091	31 944	33 922
Community and social services	940	1 147	1 083	998	987	914	915	915	3 079	915	915	3 308	16 117	17 391	18 420
Sport and recreation	356	689	541	598	425	593	542	542	1 194	542	542	1 329	7 893	7 951	8 458
Public safety	460	632	626	499	502	552	542	542	753	542	542	889	7 080	6 602	7 044
Housing													—	—	—
Health													—	—	—
<i>Economic and environmental service</i>	1 720	2 668	3 024	2 629	2 016	2 049	2 378	2 378	7 197	2 378	2 378	7 792	38 608	40 860	43 457
Planning and development	641	898	729	684	646	714	963	963	963	963	963	1 204	10 332	11 981	12 773
Road transport	1 079	1 770	2 295	1 946	1 370	1 335	1 415	1 415	6 234	1 415	1 415	6 588	28 275	28 879	30 684
Environmental protection													—	—	—
<i>Trading services</i>	10 895	6 173	23 074	12 986	12 274	4 032	12 902	12 902	18 868	12 902	12 902	22 039	161 951	169 656	181 909
Electricity	8 885	1 087	19 271	7 291	7 930	1 169	8 992	8 992	10 535	8 992	8 992	12 735	104 873	109 769	117 703
Water	988	2 821	1 941	3 391	2 521	1 626	2 270	2 270	5 147	2 270	2 270	5 715	33 230	37 351	40 301
Waste water management	400	743	829	769	644	359	543	543	2 028	543	543	2 157	10 100	10 083	10 645
Waste management	622	1 521	1 033	1 534	1 179	878	1 098	1 098	1 157	1 098	1 098	1 432	13 748	12 453	13 260
<i>Other</i>													—	—	—
Total Expenditure - Standard	20 289	16 277	29 913	22 329	19 733	13 141	21 903	21 903	37 271	21 903	21 903	60 693	307 258	309 937	328 071
Surplus/ (Deficit) 1.	17 655	(1 773)	(11 404)	(5 188)	3 369	23 741	(687)	828	1 612	5 375	5 375	(30 349)	8 555	(9 675)	(11 793)

Table 29 MBRR Table SB 14 – Adjustment Budgeted monthly revenue and expenditure

Description	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands															
Revenue By Source															
Property rates	2 575	2 588	2 350	2 580	2 474	2 476	2 094	2 243	2 243	2 692	2 692	2 991	30 000	31 326	33 400
Property rates - penalties & collection charges					-	-							-	-	-
Service charges - electricity revenue	6 084	5 575	7 003	7 587	5 927	7 615	6 441	6 901	6 901	8 282	8 282	9 202	85 800	94 100	101 620
Service charges - water revenue	3 402	2 616	3 404	3 734	2 974	2 757	2 606	2 792	2 792	3 350	3 350	3 723	37 500	42 375	48 780
Service charges - sanitation revenue	924	925	926	743	918	925	790	846	846	1 015	1 015	1 128	11 000	11 900	13 100
Service charges - refuse	573	570	568	566	568	571	488	523	523	627	627	697	6 900	7 400	8 060
Service charges - other					-	-							-	-	-
Rental of facilities and equipment	67	20	20	9	8	9	12	13	13	16	16	18	223	83	43
Interest earned - external investments	96	261	129	131	-	190	223	239	239	287	287	319	2 400	2 550	2 700
Interest earned - outstanding debtors	636	250	882	764	883	603	670	717	717	861	861	956	8 800	9 416	10 500
Dividends received					-	-							-	-	-
Fines	-	0	9	-	-	10	17	18	18	22	22	24	142	142	142
Licences and permits					-	-							-	-	-
Agency services	961	(74)	66	305	(32)	938	201	216	216	259	259	312	3 625	3 700	3 900
Transfers recognised - operational	23 213	751	391	-	629	19 649	482	517	16 569	620	620	689	64 132	60 217	58 972
Other revenue	(588)	993	948	721	442	56	495	530	530	636	636	682	6 082	7 147	7 328
Gains on disposal of PPE					-	-							-	-	-
Total Revenue	37 944	14 475	16 696	17 141	14 789	35 798	14 519	15 556	31 608	18 667	18 667	20 742	256 603	270 355	288 544
Expenditure By Type															
Employee related costs	7 810	12 043	8 444	8 112	8 292	8 170	8 836	8 836	8 836	8 836	8 836	11 045	108 094	107 211	114 723
Remuneration of councillors	501	501	501	501	507	504	614	614	614	614	614	768	6 855	7 225	7 616
Debt impairment					-	-						15 000	15 000	8 000	6 000
Depreciation & asset impairment					-	-			15 302			15 302	30 604	32 437	34 714
Finance charges	-	-	71	-	-	17	40	40	106	40	40	3 062	3 417	3 702	3 770
Bulk purchases	8 172	489	15 960	6 969	6 606	598	7 793	7 793	7 793	7 793	7 793	9 741	87 500	95 465	102 582
Other materials	338	1 225	700	1 040	1 480	471	736	736	736	736	736	920	9 853	10 124	10 716
Contracted services	538	692	1 344	596	773	1 194	515	515	515	515	515	643	8 355	6 198	6 532
Grants and subsidies					-	-						-	-	-	-
Other expenditure	2 930	1 325	2 892	5 110	2 075	2 187	3 370	3 370	3 370	3 370	3 370	4 212	37 581	39 576	41 418
Loss on disposal of PPE												-	-	-	-
Total Expenditure	20 289	16 277	29 913	22 329	19 733	13 141	21 903	21 903	37 271	21 903	21 903	60 693	307 258	309 937	328 071
Surplus/(Deficit)	17 655	(1 802)	(13 217)	(5 188)	(4 943)	22 657	(7 384)	(6 347)	(5 663)	(3 236)	(3 236)	(39 951)	(50 655)	(39 582)	(39 527)
Transfers recognised - capital	-	29	1 812	-	8 313	1 084	6 697	7 175	7 275	8 610	8 610	9 602	59 210	29 907	27 734
Contributions												-	-	-	-
Contributed assets												-	-	-	-
Surplus/(Deficit) after capital transfers & contributions	17 655	(1 773)	(11 404)	(5 188)	3 369	23 741	(687)	828	1 612	5 375	5 375	(30 349)	8 555	(9 675)	(11 793)

Table 30 MBRR Table SB15 – Adjustment Budgeted monthly cash flows

Monthly cash flows	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands															
Cash Receipts By Source															
Property rates	1 586	2 231	1 536	2 038	1 567	1 756	2 070	2 218	2 218	2 662	2 662	2 957	25 500	26 627	28 390
Property rates - penalties & collection charges															
Service charges - electricity revenue	6 438	3 588	5 233	6 940	5 730	7 372	5 268	5 644	5 644	6 773	6 773	7 526	72 930	79 985	86 377
Service charges - water revenue	1 352	1 762	1 217	2 067	1 672	1 424	1 733	1 857	1 857	2 229	2 229	2 476	21 875	26 019	31 463
Service charges - sanitation revenue	545	541	563	689	532	464	562	603	603	723	723	803	7 350	9 115	11 135
Service charges - refuse	347	340	358	390	311	277	538	576	576	692	692	768	5 865	6 290	6 851
Service charges - other															
Rental of facilities and equipment	67	20	6	9	8	9	10	11	11	13	13	14	189	71	36
Interest earned - external investments	96	261	129	131	100	190	159	170	170	204	204	227	2 040	2 550	2 700
Interest earned - outstanding debtors	126	105	159	125	90	99	669	716	716	860	860	955	5 480	6 916	7 900
Dividends received															
Fines	–	0	9	–	–	10	14	15	15	18	18	20	120	120	120
Licences and permits															
Agency services	961	(74)	66	305	(32)	938	129	138	138	165	165	184	3 081	3 145	3 315
Transfer receipts - operational	24 813	1 535	–	–	450	19 378	482	517	15 669	620	620	47	64 132	60 217	58 972
Other revenue	7 105	6 735	4 530	3 744	5 583	6 210	2 977	3 189	3 189	3 827	3 827	4 252	55 169	56 075	56 229
Cash Receipts by Source	43 437	17 044	13 806	16 438	16 009	38 126	14 611	15 654	30 806	18 785	18 785	20 231	263 732	277 130	293 488
Other Cash Flows by Source															
Transfers receipts - capital	6 850	900	–	1 900	2 200	12 500			11 396			–	35 746	29 907	27 734
Contributions & Contributed assets	–	–	–	–	–	–						–			
Proceeds on disposal of PPE	–	–	1	–	–	–						(1)			
Short term loans	(17)	–	–	–	–	–						17			
Borrowing long term/refinancing	–	–	–	–	–	–						–			
Increase in consumer deposits	5	5	11	(1)	7	11	156	167	167	200	200	222	1 150		
Decrease (Increase) in non-current debtors	–	–	–	–	–	–						–			
Decrease (increase) other non-current receivables	–	–	–	–	–	–						–			
Decrease (increase) in non-current investments	–	–	–	–	–	–						–			
Total Cash Receipts by Source	50 275	17 949	13 817	18 337	18 216	50 637	14 766	15 821	42 369	18 985	18 985	20 469	300 628	307 037	321 222
Cash Payments by Type															
Employee related costs	7 810	7 559	13 149	8 112	8 292	8 170	5 364	5 747	5 747	6 896	6 896	7 662	91 403	107 211	114 723
Remuneration of councillors	501	501	501	501	507	504	441	473	473	568	568	631	6 170	7 225	7 616
Collection costs	–	–	–	–	–	–						–			
Interest paid	–	–	71	–	–	17	46	49	49	59	59	66	417	402	370
Bulk purchases - Electricity	8 162	66	15 960	5 688	5 965	27	5 136	5 502	5 502	6 603	6 603	7 336	72 550	77 274	82 556
Bulk purchases - Water & Sewer	10	424	–	1 281	641	570	451	484	484	580	580	645	6 150	8 645	9 768
Other materials	338	1 225	700	1 040	1 480	471	490	526	526	631	631	701	8 757	9 618	10 180
Contracted services	538	692	1 344	596	773	1 194	450	483	483	579	579	643	8 355	5 888	6 206
Grants and subsidies paid - other municipalities	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
Grants and subsidies paid - other	–	–	–	–	–	–	–	–	–	–	–	–	–	–	–
General expenses	2 642	1 477	4 425	6 117	2 346	2 771	2 492	2 670	2 670	3 204	3 204	3 560	37 581	35 347	37 097
Cash Payments by Type	20 001	11 944	36 151	23 335	20 004	13 725	14 871	15 933	15 933	19 120	19 120	21 244	231 383	251 609	268 515
Other Cash Flows/Payments by Type															
Capital assets	687	1 902	590	7 407	609	3 048	4 821	5 166	5 166	6 199	6 199	6 887	48 680	22 430	20 801
Repayment of borrowing	31	–	143	–	–	37	45	48	48	57	57	64	530	520	510
Other Cash Flows/Payments	5 059	453	3 803	2 575	1 944	1 299	121	130	130	156	156	174	16 000	17 000	17 000
Total Cash Payments by Type	25 778	14 300	40 687	33 316	22 556	18 109	19 859	21 277	21 277	25 532	25 532	28 369	296 593	291 560	306 826
NET INCREASE/(DECREASE) IN CASH HELD	24 498	3 649	(26 870)	(14 979)	(4 340)	32 528	(5 092)	(5 456)	21 092	(6 547)	(6 547)	(7 901)	4 035	15 477	14 396
Cash/cash equivalents at the monthly year beginning:	34 643	59 141	62 790	35 921	20 941	16 601	49 129	44 037	38 581	59 673	53 126	46 579	34 643	38 678	54 155
Cash/cash equivalents at the monthly year end:	59 141	62 790	35 921	20 941	16 601	49 129	44 037	38 581	59 673	53 126	46 579	38 678	38 678	54 155	68 551

Table 31 MBRR Table SB 16 – Adjustment Budgeted monthly capital expenditure (municipal vote)

Description - Municipal Vote	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands															
Multi-year expenditure appropriation															
Vote 1 - EXECUTIVE AND COUNCIL												-	-	-	-
Vote 2 - BUDGET AND TREASURY												-	-	-	-
Vote 3 - SOCIAL SERVICES							708	708	708	708	708	886	4 428	-	2 057
Vote 4 - CORPORATE SERVICES												-	-	-	-
Vote 5 - TECHNICAL SERVICES	29	1 179	504	7 295	965	1 830	6 354	6 354	6 354	6 354	6 354	7 942	51 513	28 007	9 678
Vote 6 - PLANNING AND DEVELOPMENT												-	-	-	-
Vote 7 - [NAME OF VOTE 7]												-	-	-	-
Vote 8 - [NAME OF VOTE 8]												-	-	-	-
Vote 9 - [NAME OF VOTE 9]												-	-	-	-
Vote 10 - [NAME OF VOTE 10]												-	-	-	-
Vote 11 - [NAME OF VOTE 11]												-	-	-	-
Vote 12 - [NAME OF VOTE 12]												-	-	-	-
Vote 13 - [NAME OF VOTE 13]												-	-	-	-
Vote 14 - [NAME OF VOTE 14]												-	-	-	-
Vote 15 - [NAME OF VOTE 15]												-	-	-	-
Capital Multi-year expenditure sub-total	29	1 179	504	7 295	965	1 830	7 062	7 062	7 062	7 062	7 062	8 828	55 941	28 007	11 734
Single-year expenditure appropriation															
Vote 1 - EXECUTIVE AND COUNCIL	658	-	-	-	-	-	15	15	15	15	15	18	750	-	-
Vote 2 - BUDGET AND TREASURY							26	26	26	26	26	32	161	-	-
Vote 3 - SOCIAL SERVICES	-	-	-	-	5	176	234	234	234	234	234	292	1 641	-	1 000
Vote 4 - CORPORATE SERVICES	-	-	-	13	49	-	65	65	65	65	65	81	469	-	-
Vote 5 - TECHNICAL SERVICES	-	-	89	135	152	1 053	704	704	704	704	704	880	5 830	1 900	15 000
Vote 6 - PLANNING AND DEVELOPMENT	-	36	-	-	-	-	13	13	13	13	13	16	116	-	-
Vote 7 - [NAME OF VOTE 7]												-	-	-	-
Vote 8 - [NAME OF VOTE 8]												-	-	-	-
Vote 9 - [NAME OF VOTE 9]												-	-	-	-
Vote 10 - [NAME OF VOTE 10]												-	-	-	-
Vote 11 - [NAME OF VOTE 11]												-	-	-	-
Vote 12 - [NAME OF VOTE 12]												-	-	-	-
Vote 13 - [NAME OF VOTE 13]												-	-	-	-
Vote 14 - [NAME OF VOTE 14]												-	-	-	-
Vote 15 - [NAME OF VOTE 15]												-	-	-	-
Capital single-year expenditure sub-total	658	36	89	148	206	1 229	1 056	1 056	1 056	1 056	1 056	1 320	8 967	1 900	16 000
Total Capital Expenditure	687	1 215	593	7 443	1 170	3 059	8 118	8 118	8 118	8 118	8 118	10 148	64 907	29 907	27 734

Table 32 MBRR Table SB17–Adjustment Budget – Monthly capital expenditure (standard classification)

Description	Budget Year 2014/15												Medium Term Revenue and Expenditure Framework		
	July	August	Sept.	October	November	December	January	February	March	April	May	June	Budget Year 2014/15	Budget Year +1 2015/16	Budget Year +2 2016/17
	Outcome	Outcome	Outcome	Outcome	Outcome	Outcome	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget	Adjusted Budget
R thousands															
Capital Expenditure - Standard															
<i>Governance and administration</i>	658	36	–	13	49	–	102	102	102	102	102	112	1 380	–	–
Executive and council	658	–	–	–	–	–	15	15	15	15	15	18	750	–	–
Budget and treasury office							26	26	26	26	26	32	161	–	–
Corporate services	–	36	–	13	49	–	62	62	62	62	62	62	469	–	–
<i>Community and public safety</i>	–	–	–	–	5	–	710	710	710	710	710	888	4 443	–	3 057
Community and social services	–	–	–	–	5	–	141	141	141	141	141	176	885	–	–
Sport and recreation	–	–	–	–	–	–	517	517	517	517	517	647	3 233	–	–
Public safety	–	–	–	–	–	–	52	52	52	52	52	65	325	–	3 057
Housing												–	–	–	–
Health												–	–	–	–
<i>Economic and environmental services</i>	29	1 179	525	121	108	1 234	3 448	3 448	3 448	3 448	3 448	4 346	24 783	3 893	17 000
Planning and development	–	–	–	5	2	–	16	16	16	16	16	57	146	–	–
Road transport	29	1 179	525	116	106	1 234	3 432	3 432	3 432	3 432	3 432	4 290	24 637	3 893	17 000
Environmental protection												–	–	–	–
<i>Trading services</i>	–	–	68	7 310	1 008	1 825	3 855	3 855	3 855	3 855	3 855	4 818	34 302	26 014	7 678
Electricity	–	–	–	–	899	1 638	474	474	474	474	474	593	5 500	8 000	5 000
Water	–	–	68	130	102	–	738	738	738	738	738	923	4 915	322	2 678
Waste water management	–	–	–	7 180	7	11	2 410	2 410	2 410	2 410	2 410	3 013	22 261	17 691	–
Waste management	–	–	–	–	–	176	232	232	232	232	232	290	1 626	–	–
<i>Other</i>												–	–	–	–
Total Capital Expenditure - Standard	687	1 215	593	7 443	1 170	3 059	8 115	8 115	8 115	8 115	8 115	10 164	64 907	29 907	27 734

Table 33 MBRR Table SB18a – Adjustment Budget - Capital expenditure on new assets by asset class

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Capital expenditure on new assets by Asset Class/Sub-class											
Infrastructure	5 500	–	–	–	–	–	1 450	1 450	6 950	8 322	7 678
Infrastructure - Road transport	–	–	–	–	–	–	–	–	–	–	–
Roads, Pavements & Bridges	–	–	–	–	–	–	–	–	–	–	–
Storm water	–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Electricity	5 500	–	–	–	–	–	–	–	5 500	8 000	5 000
Generation	–	–	–	–	–	–	–	–	–	–	–
Transmission & Reticulation	5 500	–	–	–	–	–	–	–	5 500	8 000	5 000
Street Lighting	–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Water	–	–	–	–	–	–	–	–	–	322	2 678
Dams & Reservoirs	–	–	–	–	–	–	–	–	–	–	–
Water purification	–	–	–	–	–	–	–	–	–	–	–
Reticulation	–	–	–	–	–	–	–	–	–	322	2 678
Infrastructure - Sanitation	–	–	–	–	–	–	–	–	–	–	–
Reticulation	–	–	–	–	–	–	–	–	–	–	–
Sewerage purification	–	–	–	–	–	–	–	–	–	–	–
Infrastructure - Other	–	–	–	–	–	–	1 450	1 450	1 450	–	–
Refuse	–	–	–	–	–	–	1 450	1 450	1 450	–	–
Transportation	–	–	–	–	–	–	–	–	–	–	–
Gas	–	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–	–
Community	–	–	–	–	–	100	–	100	100	–	2 057
Parks & gardens	–	–	–	–	–	–	–	–	–	–	–
Sports Fields & stadia	–	–	–	–	–	–	–	–	–	–	2 057
Swimming pools	–	–	–	–	–	–	–	–	–	–	–
Community halls	–	–	–	–	–	100	–	100	100	–	–
Libraries	–	–	–	–	–	–	–	–	–	–	–
Recreational facilities	–	–	–	–	–	–	–	–	–	–	–
Fire, safety & emergency	–	–	–	–	–	–	–	–	–	–	–
Security and policing	–	–	–	–	–	–	–	–	–	–	–
Buses	–	–	–	–	–	–	–	–	–	–	–
Clinics	–	–	–	–	–	–	–	–	–	–	–
Museums & Art Galleries	–	–	–	–	–	–	–	–	–	–	–
Cemeteries	–	–	–	–	–	–	–	–	–	–	–
Social rental housing	–	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–	–
Heritage assets	–	–	–	–	–	–	–	–	–	–	–
Buildings	–	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–	–
Investment properties	–	–	–	–	–	–	–	–	–	–	–
Housing development	–	–	–	–	–	–	–	–	–	–	–
Other	–	–	–	–	–	–	–	–	–	–	–
Other assets	2 690	–	–	–	–	–	129	129	2 819	–	–
General vehicles	750	–	–	–	–	–	(10)	(10)	740	–	–
Specialised vehicles	–	–	–	–	–	–	–	–	–	–	–
Plant & equipment	1 255	–	–	–	–	–	(73)	(73)	1 182	–	–
Computers - hardware/equipment	258	–	–	–	–	–	–	–	258	–	–
Furniture and other office equipment	57	–	–	–	–	–	202	202	259	–	–
Abattoirs	–	–	–	–	–	–	–	–	–	–	–
Markets	–	–	–	–	–	–	–	–	–	–	–
Civic Land and Buildings	–	–	–	–	–	–	–	–	–	–	–
Other Buildings	150	–	–	–	–	–	54	54	204	–	–
Other Land	–	–	–	–	–	–	–	–	–	–	–
Surplus Assets - (Investment or Inventory)	–	–	–	–	–	–	–	–	–	–	–
Other	220	–	–	–	–	–	(44)	(44)	176	–	–
Agricultural assets	–	–	–	–	–	–	–	–	–	–	–
List sub-class	–	–	–	–	–	–	–	–	–	–	–
Biological assets	–	–	–	–	–	–	–	–	–	–	–
List sub-class	–	–	–	–	–	–	–	–	–	–	–
Intangibles	–	–	–	–	–	–	–	–	–	–	–
Computers - software & programming	–	–	–	–	–	–	–	–	–	–	–
Other (list sub-class)	–	–	–	–	–	–	–	–	–	–	–
Total Capital Expenditure on new assets to be adjus	8 190	–	–	–	–	100	1 579	1 679	9 869	8 322	9 734

Table 34 MBRR Table SB18b – Adjustment Budget - Capital expenditure on the renewal of existing assets by asset class

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Capital expenditure on renewal of existing assets by Asset Class/Sub-class											
Infrastructure	31 992	-	-	-	-	20 321	(1 450)	18 871	50 863	21 585	17 000
Infrastructure - Road transport	5 624	-	-	-	-	19 513	(1 450)	18 063	23 687	3 893	17 000
Roads, Pavements & Bridges	5 624	-	-	-	-	19 513	(1 450)	18 063	23 687	3 893	17 000
Storm water	-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	-	-	-	-	-	-	-	-	-	-	-
Generation	-	-	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	-	-	-	-	-	-	-	-	-	-	-
Street Lighting	-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water	300	-	-	-	-	4 615	-	4 615	4 915	-	-
Dams & Reservoirs	-	-	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	4 615	-	4 615	4 615	-	-
Reticulation	300	-	-	-	-	-	-	-	300	-	-
Infrastructure - Sanitation	26 067	-	-	-	-	(3 806)	-	(3 806)	22 261	17 691	-
Reticulation	2 000	-	-	-	-	(570)	-	(570)	1 430	-	-
Sewerage purification	24 067	-	-	-	-	(3 236)	-	(3 236)	20 831	17 691	-
Infrastructure - Other	-	-	-	-	-	-	-	-	-	-	-
Refuse	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Community	695	-	-	-	-	2 878	-	2 878	3 573	-	1 000
Parks & gardens	-	-	-	-	-	985	-	985	985	-	-
Sports Fields & stadia	-	-	-	-	-	1 892	-	1 892	1 892	-	1 000
Swimming pools	-	-	-	-	-	-	-	-	-	-	-
Community halls	245	-	-	-	-	-	-	-	245	-	-
Libraries	200	-	-	-	-	-	-	-	200	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-	-	-
Other	250	-	-	-	-	-	-	-	250	-	-
Heritage assets	-	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Other assets	430	-	-	-	-	-	173	173	603	-	-
General vehicles	-	-	-	-	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	-	-	-	-	-	-	-	-	-	-	-
Abattoirs	-	-	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-	-	-
Other Buildings	350	-	-	-	-	-	173	173	523	-	-
Other Land	80	-	-	-	-	-	-	-	80	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Agricultural assets	-	-	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-	-	-
Biological assets	-	-	-	-	-	-	-	-	-	-	-
List sub-class	-	-	-	-	-	-	-	-	-	-	-
Intangibles	-	-	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-	-	-
Other (list sub-class)	-	-	-	-	-	-	-	-	-	-	-
Total Capital Expenditure on renewal of existing assets to be adjusted	33 117	-	-	-	-	23 199	(1 277)	21 922	55 039	21 585	18 000

Table 35 MBRR Table SB 18c –Adjustment Budget - Repair and maintenance expenditure by asset class

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Repairs and maintenance expenditure by Asset Class/Sub-class											
Infrastructure	31 689	-	-	-	-	-	(200)	(200)	31 489	33 732	36 016
Infrastructure - Road transport	8 869	-	-	-	-	-	-	-	8 869	9 477	10 127
Roads, Pavements & Bridges	8 869	-	-	-	-	-	-	-	8 869	9 477	10 127
Storm water	-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	8 200	-	-	-	-	-	-	-	8 200	8 667	9 269
Generation	-	-	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	8 139	-	-	-	-	-	-	-	8 139	8 601	9 192
Street Lighting	61	-	-	-	-	-	-	-	61	67	77
Infrastructure - Water	11 105	-	-	-	-	-	(200)	(200)	10 905	11 837	12 618
Dams & Reservoirs	370	-	-	-	-	-	(200)	(200)	170	390	412
Water purification	-	-	-	-	-	-	-	-	-	-	-
Reticulation	10 735	-	-	-	-	-	-	-	10 735	11 446	12 205
Infrastructure - Sanitation	3 516	-	-	-	-	-	-	-	3 516	3 752	4 003
Reticulation	-	-	-	-	-	-	-	-	-	-	-
Sewerage purification	3 516	-	-	-	-	-	-	-	3 516	3 752	4 003
Infrastructure - Other	-	-	-	-	-	-	-	-	-	-	-
Refuse	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Community	398	-	-	-	-	-	(60)	(60)	338	419	442
Parks & gardens	-	-	-	-	-	-	-	-	-	-	-
Sports Fields & stadia	273	-	-	-	-	-	(10)	(10)	263	288	303
Swimming pools	-	-	-	-	-	-	-	-	-	-	-
Community halls	40	-	-	-	-	-	(20)	(20)	20	42	44
Libraries	-	-	-	-	-	-	-	-	-	-	-
Recreational facilities	-	-	-	-	-	-	-	-	-	-	-
Fire, safety & emergency	-	-	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-	-	-
Other	85	-	-	-	-	-	(30)	(30)	55	90	94
Heritage assets	-	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Other assets	2 223	-	-	-	-	-	392	392	2 615	2 284	2 410
General vehicles	-	-	-	-	-	-	-	-	-	-	-
Specialised vehicles	-	-	-	-	-	-	-	-	-	-	-
Plant & equipment	832	-	-	-	-	-	(57)	(57)	775	786	829
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	146	-	-	-	-	-	(39)	(39)	108	185	195
Abattoirs	-	-	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	462	-	-	-	-	-	163	163	625	487	517
Other Buildings	-	-	-	-	-	-	-	-	-	-	-
Other Land	683	-	-	-	-	-	300	300	983	719	758
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-	-	-
Other	100	-	-	-	-	-	25	25	125	106	112
Intangibles	-	-	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-	-	-
Other (list sub-class)	-	-	-	-	-	-	-	-	-	-	-
Total Repairs and Maintenance Expenditure to be adjusted	34 310	-	-	-	-	-	132	132	34 442	36 435	38 869

Table 36 MBRR Table SB 18d –Adjustment Budget – Depreciation by asset class

Description	Budget Year 2014/15									Budget Year +1 2015/16	Budget Year +2 2016/17
	Original Budget	Prior Adjusted 7	Accum. Funds 8	Multi-year capital 9	Unfore. Unavoid. 10	Nat. or Prov. Govt 11	Other Adjusts. 12	Total Adjusts. 13	Adjusted Budget 14	Adjusted Budget	Adjusted Budget
R thousands	A	A1	B	C	D	E	F	G	H		
Depreciation by Asset Class/Sub-class											
Infrastructure	21 317	-	-	-	-	-	-	-	21 317	22 642	24 384
Infrastructure - Road transport	9 638	-	-	-	-	-	-	-	9 638	10 178	10 748
Roads, Pavements & Bridges	9 638	-	-	-	-	-	-	-	9 638	10 178	10 748
Storm water	-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Electricity	2 990	-	-	-	-	-	-	-	2 990	3 289	3 947
Generation	-	-	-	-	-	-	-	-	-	-	-
Transmission & Reticulation	2 990	-	-	-	-	-	-	-	2 990	3 289	3 947
Street Lighting	-	-	-	-	-	-	-	-	-	-	-
Infrastructure - Water	5 755	-	-	-	-	-	-	-	5 755	6 077	6 418
Dams & Reservoirs	-	-	-	-	-	-	-	-	-	-	-
Water purification	-	-	-	-	-	-	-	-	-	-	-
Reticulation	5 755	-	-	-	-	-	-	-	5 755	6 077	6 418
Infrastructure - Sanitation	2 934	-	-	-	-	-	-	-	2 934	3 098	3 272
Reticulation	-	-	-	-	-	-	-	-	-	-	-
Sewerage purification	2 934	-	-	-	-	-	-	-	2 934	3 098	3 272
Infrastructure - Other	-	-	-	-	-	-	-	-	-	-	-
Refuse	-	-	-	-	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-	-	-	-	-
Gas	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Community	5 450	-	-	-	-	-	-	-	5 450	5 744	6 055
Parks & gardens	-	-	-	-	-	-	-	-	-	-	-
Sports Fields & stadia	-	-	-	-	-	-	-	-	-	-	-
Swimming pools	-	-	-	-	-	-	-	-	-	-	-
Community halls	4 148	-	-	-	-	-	-	-	4 148	4 371	4 608
Libraries	-	-	-	-	-	-	-	-	-	-	-
Recreational facilities	1 303	-	-	-	-	-	-	-	1 303	1 373	1 447
Fire, safety & emergency	-	-	-	-	-	-	-	-	-	-	-
Security and policing	-	-	-	-	-	-	-	-	-	-	-
Buses	-	-	-	-	-	-	-	-	-	-	-
Clinics	-	-	-	-	-	-	-	-	-	-	-
Museums & Art Galleries	-	-	-	-	-	-	-	-	-	-	-
Cemeteries	-	-	-	-	-	-	-	-	-	-	-
Social rental housing	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Heritage assets	-	-	-	-	-	-	-	-	-	-	-
Buildings	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Investment properties	-	-	-	-	-	-	-	-	-	-	-
Housing development	-	-	-	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-	-	-	-
Other assets	3 836	-	-	-	-	-	-	-	3 836	4 050	4 275
General vehicles	416	-	-	-	-	-	-	-	416	457	503
Specialised vehicles	-	-	-	-	-	-	-	-	-	-	-
Plant & equipment	-	-	-	-	-	-	-	-	-	-	-
Computers - hardware/equipment	-	-	-	-	-	-	-	-	-	-	-
Furniture and other office equipment	121	-	-	-	-	-	-	-	121	134	147
Abattoirs	-	-	-	-	-	-	-	-	-	-	-
Markets	-	-	-	-	-	-	-	-	-	-	-
Civic Land and Buildings	-	-	-	-	-	-	-	-	-	-	-
Other Buildings	-	-	-	-	-	-	-	-	-	-	-
Other Land	-	-	-	-	-	-	-	-	-	-	-
Surplus Assets - (Investment or Inventory)	-	-	-	-	-	-	-	-	-	-	-
Other	3 299	-	-	-	-	-	-	-	3 299	3 459	3 625
Intangibles	-	-	-	-	-	-	-	-	-	-	-
Computers - software & programming	-	-	-	-	-	-	-	-	-	-	-
Other (list sub-class)	-	-	-	-	-	-	-	-	-	-	-
Total Depreciation to be adjusted	30 604	-	-	-	-	-	-	-	30 604	32 437	34 714

Table 37 MBRR Table SB19 – List of Capital Programmes and Projects affected by Adjustment Budget

Municipal Vote/Capital project	Program/Project description	Project number	IDP Goal Code	Individually Approved Yes/No	Asset Class	Asset Sub-Class	GPS co-ordinates	Medium Term Revenue and Expenditure Framework					
								Budget Year 2014/15		Budget Year +1 2015/16		Budget Year +2 2016/17	
								Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget
R thousand			3	6	4	4	5						
Parent municipality: List all capital programs/projects grouped by Municipal Vote													
Cemetery	Equipment		A	Yes	Other Assets	Plant & equipment		200	200				
Library	Repairing of Library roof and floor		A	Yes	Community	Libraries		200	200				
Traffic	Equipment		A	Yes	Other Assets	Plant & equipment		75	75				
	Upgrading of Testing Station		A	Yes	Community	Other		250	250				
Refuse Removal	Mini Mass Containers		A	Yes	Other Assets	Other		220	176				
	Development of New Modimolle Landfill site		A	Yes	Infrastructure - Other	Waste Management			1 450				
Parks and recreation	Tools and Equipment		A	Yes	Other Assets	Plant & equipment		355	355				
	Development of Modimolle Parks		A	Yes	Community	Parks & gardens			252				
	Development of Modimolle Sports Facility Ext 6		A	Yes	Community	Sportsfields & stadia			1 892				
	Development of Parks phase 2(Phagameng,Leseding & Mabaleng)	SP04	A	Yes	Community	Parks & gardens			733			2 057	2 057
	Upgrading of Sport Ground(Ext 10, Mabaleng,Leseding & Phagameng)		A	Yes	Community	Sportsfields & stadia						1 000	1 000
Municipal Buildings	Refurbishment of Phagameng Hall		E	Yes	Community	Community halls		245	245				
	Modimolle Market Stalls		E	Yes	Community	Community halls			100				
	Cutlery		E	Yes	Other Assets	Furniture and other office equipment		5	5				
	Security Equipment		E	Yes	Other Assets	Plant & equipment		125	125				
	Equipment		E	Yes	Other Assets	Furniture and other office equipment		10	10				
Local Economic Development	Rehabilitation of Industrial Sites		B	Yes	Other Assets	Other Land		80	80				
Administration	Office Equipment		F	Yes	Other Assets	Furniture and other office equipment		20	61				
Office Bearers	Mayoral Car			Yes	Other Assets	General vehicles		750	740				
	Equipment			Yes	Other Assets	Furniture and other office equipment			10				
Information Technology	Connectivity of Remote sites		F	Yes	Other Assets	Other Buildings		150	150				
	IT Equipment		F	Yes	Other Assets	Computers - hardware/equipment		250	250				
	Furniture		F	Yes	Other Assets	Furniture and other office equipment			9				
Budget and Treasury	Office Furniture and Equipment		D	Yes	Other Assets	Furniture and other office equipment			105				
	Computers		D	Yes	Other Assets	Computers - hardware/equipment			38				
	Airconditioners		D	Yes	Other Assets	Other Buildings			18				
Town Planning	Airconditioners			Yes	Other Assets	Other Buildings			36				

Municipal Vote/Capital project	Program/Project description	Project number	IDP Goal Code	Individually Approved Yes/No	Asset Class	Asset Sub-Class	GPS co-ordinates	Medium Term Revenue and Expenditure Framework					
								Budget Year 2014/15		Budget Year +1 2015/16		Budget Year +2 2016/17	
								Original Budget	Adjusted Budget	Original Budget	Adjusted Budget	Original Budget	Adjusted Budget
R thousand			3	6	4	4	5						
Parent municipality:													
Public works	Phagameng str phase 4		E	Yes	Infrastructure - Road transport	Roads, Pavements & Bridges		1 485	4 500				
	Phagameng str phase 4		E	Yes	Infrastructure - Road transport	Roads, Pavements & Bridges			1 879				
	Paving of Steets - Leseding Ext 2		E	Yes	Infrastructure - Road transport	Roads, Pavements & Bridges		1 200	4 550				
	Modimolle Paving of Streets		E	Yes	Infrastructure - Road transport	Roads, Pavements & Bridges		1 993	1 993	1 993	1 993		
	Mabaleng paving of street	ROAD6	E	Yes	Infrastructure - Road transport	Roads, Pavements & Bridges				1 900	1 900		
	Renovations of Office Space		E	Yes	Other Assets	Other Buildings		300	473				
	Guard house - Mabatlane substation		E	Yes	Other Assets	Other Buildings		50	50				
	Rehabilitation of Lillian Ngoyi road and low level bridge		E	Yes	Infrastructure - Road transport	Roads, Pavements & Bridges			7 761				
	Limpopo Low Level Bridge		E	Yes	Infrastructure - Road transport	Roads, Pavements & Bridges		946	3 004				
	Barney Molokoane Low Level Bridge	ROAD3	E	Yes	Infrastructure - Road transport	Roads, Pavements & Bridges						6 000	6 000
	Ahmed Khathrada low level Culvert Bridge	ROAD2	E	Yes	Infrastructure - Road transport	Roads, Pavements & Bridges						2 000	2 000
	Paving of Roads Mabatlane Ext 3	ROAD7	E	Yes	Infrastructure - Road transport	Roads, Pavements & Bridges						5 000	5 000
	Paving of Roads Phagameng Ext 10	ROAD5	E	Yes	Infrastructure - Road transport	Roads, Pavements & Bridges						4 000	4 000
	Equipment		E	Yes	Other Assets	Plant & equipment		500	427				
Project Management Unit	Computers	PMU02	E	Yes	Other Assets	Computers - hardware/equipment		8	8				
	Furniture	PMU01	E	Yes	Other Assets	Furniture and other office equipment		22	22				
Sanitation	Mabatlane Sewer Reticulation Ext 2 & 4	WAT01	E	Yes	Infrastructure - Sanitation	Reticulation		2 000	430				
	Modimolle waste water treatment works Ph.2	WAT02	E	Yes	Infrastructure - Sanitation	Sewerage purification		24 067	20 831	17 691	17 691		
	Phagameng Ext 11 Sanitation Reticulations		E	Yes	Infrastructure - Sanitation	Reticulation			500				
	Mabatlane/Leseding Ext 3 Sanitation Reticulation		E	Yes	Infrastructure - Sanitation	Reticulation			500				
			E	Yes	Infrastructure - Sanitation	Reticulation							
Electrotechnical	Smart Prepaid Meters and Software		E	Yes	Infrastructure - Electricity	Transmission & Reticulation		500	500				
	Electrification of Mabatlane Ext 3		E	Yes	Infrastructure - Electricity	Transmission & Reticulation		1 667	1 667	4 000	4 000	2 500	2 500
	Electrification of Mabatlane Ext 6		E	Yes	Infrastructure - Electricity	Transmission & Reticulation		1 667	1 667				
	Electrification of Phagameng ext 11		E	Yes	Infrastructure - Electricity	Transmission & Reticulation		1 666	1 666	4 000	4 000	2 500	2 500
Water	Replacement of asbestos lines		E	Yes	Infrastructure - Water	Reticulation		300	300				
	Mabatlane Water Reticulation Ext 3		E	Yes	Infrastructure - Water	Reticulation				322	322	2 678	2 678
	Donkerpoort Water Works		E	Yes	Infrastructure - Water	Water purification			4 615				
								41 307	64 907	29 907	29 907	27 734	27 734

Part 3 – SUPPORTING DOCUMENTS

1. OVERVIEW OF THE ADJUSTMENT BUDGET PROCESS

In undertaking its adjustment budget process, Modimolle Local Municipality was guided by the following key legislation and documents:

- Municipal Finance Management Act;
- Municipal Systems Act;
- The National Spatial Development Framework; and
- The Limpopo Provincial Government and Development Strategy.
- National Treasury Circulars.

The municipality is always conscious of the fact the IDP, Budget and other consultative processes have to be undertaken with credibility and honesty in order to ensure good governance and accountability.

2. MEASURABLE PERFORMANCE OBJECTIVES AND INDICATORS

The measurable performance indicators and objectives for revenue and expenditure (both capital and operating) are contained in the Service Delivery and Budget Implementation Plan (SDBIP) of the municipality and the Section 57 (Municipal Systems Act) managers. The SDBIP has been designed such that it gives effect to the implementation of the budget, with quarterly performance targets. The SDBIP will be submitted to the Mayor after the adjustment budget has been approved. The timeframes as contained in Section 53(1) (c) of the MFMA will be complied with.

3. OVERVIEW OF BUDGET RELATED POLICIES

The municipality has come to the realisation that for the budget to be credible and balanced, it must be supported by policies that guide the revenue and expenditure estimates. Modimolle Local Municipality aims to deliver services that are affordable to its communities. To ensure this, the budget related policies have been reviewed, and other policies are in the process of review, to take the socio-economic realities of the communities into account. This reality, however, is balanced with the realisation that the municipality must be financially sustainable.

4. OVERVIEW OF BUDGET ASSUMPTIONS

In MFMA Circular 54, the National Treasury has cautioned municipalities to prepare budgets within the context of the economic crises that are felt everywhere in the globe. Some of the economic crises that will impact on the budget are slow growth in the local economy of the municipality, shrinking employment and declining income levels. These factors, in turn, will impact on the demand for and affordability of municipal services. The budget has to be responsive to the needs of the community but also structured in such a manner that it facilitates local economic development and job creation. Three factors are very important in this regard, namely;

- The municipality must collect all revenue due from those households and members of the community who can afford to pay for the municipal services they receive but refuse, or ignore, to do so;

- The municipality must exercise financial discipline avoid unnecessary, nice-to-have expenditure; and
- The municipality must effectively utilise its assets, making the assets to sweat as reflected by the ratio of operating income to assets, particularly the income generating assets. This has been balanced with increased budget on repairs and maintenance to ensure that the infrastructure assets are maintained at higher levels.

This budget has been prepared based on the following assumptions:

Table 38 - Budget assumptions

Financial year	2013/14 Actual	2014/15	2015/16 Estimate	2016/17 Estimate	2017/18 Estimate
Headline CPI inflation	5.6%	6.2%	5.8%	5.5%	5.3%
Revenue collection rate		85%	90%	90%	90%
Salaries (LGBA)	6.84%	6.79%	5.8%	5.5%	5.3%

5. OVERVIEW OF BUDGET FUNDING

Section 18(1) of the MFMA requires the budget of a municipality to be funded from-

- Realistically anticipated revenues to be collected;
- Cash-backed accumulated funds from previous years' surpluses not committed for other purposes; and
- Borrowed funds, but only for the capital budget referred to in Section (17) (2) of the MFMA.

This budget has been prepared taking into cognizance the requirements of the above mentioned section. Revenue was estimated using a collection rate of 85% to billings. The capital budget is funded out of grants received from National Treasury and own income. The 2014 Division of Revenue Bill allocations to Modimolle Local Municipality are as follows for 2014/15 – 2016/17.

Table 39 - Grant allocations over the MTREF

Grant type (R'000)	2014/15	2015/16	2016/17
Equitable share	R58 643 000	R56 447 000	R55 057 000
Finance Management Grant	R1 600 000	R 1 650 000	R 1 700 000
Municipal Infrastructure Grant	R32 364 000	R23 060 000	R23 931 000
Municipal Systems Improvement Grant	R 934 000	R 967 000	R 1 018 000
Extended Public Works Programme	R 1 502 000		
Integrated National electrification Programme	R5 000 000	R8 000 000	R5 000 000

These grants are explained below:

- Equitable Share - The equitable share is an unconditional grant and is used for institutional capacity and to support the indigents;
- Local Government Financial Management Grant - This grant is a conditional grant and can only be used for capacity building and Internship Programme;
- Special Contribution towards Councilor Grant - This grant forms part of the equitable share allocations;
- Municipal Infrastructure Grant (MIG) - This is a conditional grant for municipal infrastructure; and
- Municipal System Improvement Grant (MSIG) - This is a conditional grant designed to improve systems within the municipality.

EXPENDITURE ON ALLOCATIONS AND GRANT PROGRAMMES

Provision was made in the 2014/15 budget for the following statutory and reserve fund contributions:

- | | | |
|-------------------|---|--------------|
| • Leave Reserve | : | R 1 200 000 |
| • Debt Impairment | : | R 15 000 000 |

Contributions in total amount to R16 200 000 and this represents 5.2% of total operating expenditure. The working capital reserve makes provision for non payment of services.

6. ALLOCATIONS AND GRANTS MADE BY THE MUNICIPALITY

The municipality does not make any grants or allocations to either individuals or organs of state.

10. COUNCILLORS ALLOWANCES AND EMPLOYEE BENEFITS

The municipality made provision for an increase of 6% to councillors and 7% to employee's allowances and benefits.

❖ *See supporting table SB11 for the detail.*

11. MONTHLY TARGETS FOR REVENUE, EXPENDITURE AND CASH FLOW

Monthly targets for revenue, expenditure and cash flow are attached as per supporting table 27.

12. ADJUSTMENT BUDGETS AND SERVICE DELIVERY AND BUDGET IMPLEMENTATION PLANS

The adjusted service delivery and budget implementation plans will be tabled to the Mayor within 14 days of the approval of the adjustment budget.

13. CAPITAL EXPENDITURE DETAILS FOR 2014/15

The supporting table SB19 shows the details of adjustment capital budget for the 2014/15 financial year. As the table shows, a combination of grant funding and own income will be used to fund the capital budget.

14. LEGISLATION COMPLIANCE DETAILS

This adjustment budget has been prepared in accordance with the requirements of the Municipal Finance Management Act, the Municipal Budget and Reporting Regulations and the Municipal Systems Act.

15. BUDGET RELATED POLICIES

The policies can be viewed on the Municipalities website, www.modimolle.gov.za.

16. QUALITY CERTIFICATION

I, NS Bambo,

Municipal Manager

of Modimolle Local Municipality,

hereby certify that the adjustment budget and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and Regulations made under the Act, and that the adjustment budget and supporting documents are consistent with the Integrated Development Plan of the municipality.

Name: _____

Signature: _____

Date: _____

Part 4 – ANNEXURES

Annexure A: Supporting Charts

